



**DRAFT ANNUAL BUDGET
2013/14 TO 2015/16
MEDIUM TERM REVENUE AND EXPENDITURE FORECASTS**

**NKOMAZI LOCAL MUNICIPALITY
MP324**

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Abbreviations and Acronyms

CFO	Chief Financial Officer	LED	Local Economic Development
MM	Municipal Manager	MFMA	Municipal Financial Management Act
CPI	Consumer Price Index	MIG	Municipal Infrastructure Grant
CRRF	Capital Replacement Reserve Fund	MWIG	Municipal Water Infrastructure Grant
DBSA	Development Bank of Southern Africa	MMC	Member of Mayoral Committee
DoRA	Division of Revenue Act	MPRA	Municipal Properties Rates Act
DWA	Department of Water Affairs	MSA	Municipal Systems Act
EE	Employment Equity	MTREF	Medium-term Revenue and Expenditure Framework
EM	Executive Mayor	NERSA	National Electricity Regulator South Africa
FBS	Free basic services	PMS	Performance Management System
GFS	Government Financial Statistics	PPE	Property Plant and Equipment
GRAP	General Recognised Accounting Practice	PPP	Public Private Partnership
HR	Human Resources	PTIS	Public Transport Infrastructure System
HSRC	Human Science Research Council	SALGA	South African Local Government Association
IT	Information Technology	SDBIP	Service Delivery Budget Implementation Plan
kℓ	kilolitre	SMME	Small Micro and Medium Enterprises
km	kilometre		
KPA	Key Performance Area		
KPI	Key Performance Indicator		
kWh	kilowatt		
ℓ	litre		

Part 1 – Annual Budget

1.1 Mayor's Report

To be submitted with the final draft document

1.2 Council Resolutions

On 28 March 2013 the Council of Nkomazi Local Municipality met in Mbangwane Thusong Centre to consider the draft annual budget of the municipality for the financial year 2013/14. The Council approved and adopted the following resolutions:

1. The council notes the draft annual budget under item **GCM A023/2013** as set out in the following tables:
 - Table A1- Executive Summary
 - Table A2-Budgeted Financial Performance (revenue and expenditure by standard classification);
 - Table A3-Budgeted Financial Performance (revenue and expenditure by municipal vote);
 - Table A4-Budgeted Financial Performance (revenue by source and expenditure by type);
 - Table A5-Multi-year and single year capital appropriations by municipal vote and standard classification and associated funding by source.
 - Table A6-Budgeted Financial Position;
 - Table A7-Budgeted Cash Flows;
 - Table A8-Cash backed reserves and accumulated surplus reconciliation;
 - Table-A9-Asset management; and
 - Table A10-Basic service delivery measurement.

1.3 Executive Summary

In terms of section 16 (1) of the Municipal Finance Management Act, 56 of 2003 the council of a municipality must for each financial year approve an annual budget for the municipality before the start of that financial year.

Section 16(2) further stipulates that in order for a municipality to comply with subsection (1), the mayor of the municipality must table the annual budget at a council meeting at least 90 days before the start of the budget year.

The municipality's business and service delivery priorities were reviewed as part of this year's planning and budget process. Where appropriate, funds were transferred from low- to high-priority programmes so as to maintain sound financial stewardship.

The municipality has embarked on implementing a range of revenue collection strategies to optimize the collection of debt owed by consumers. Furthermore, the municipality has undertaken various customer care initiatives to ensure the municipality truly involves all citizens in the process of ensuring a people lead government.

National Treasury's MFMA Circular No. 51, 54, 55, 58, 66 and 67 were used to guide the compilation of the 2013/14 MTREF.

The main challenges experienced during the compilation of the 2013/14 MTREF can be summarised as follows:

- The ongoing difficulties in the national and local economy;
- Aging and poorly maintained water, roads and electricity infrastructure;
- The need to reprioritise projects and expenditure within the existing resource envelope given the cash flow realities and declining cash position of the municipality;
- The increased cost of bulk electricity (due to tariff increases from Eskom), which is placing upward pressure on service tariffs to residents. Continuous high tariff increases are not sustainable - as there will be point where services will no longer be affordable;
- Wage increases for municipal staff that continue to exceed consumer inflation, as well as the need to fill critical vacancies.

The following budget principles and guidelines directly informed the compilation of the 2013/14 MTREF:

- Tariff and property rate increases should be affordable and should generally not exceed inflation as measured by the CPI, except where there are price increases in the inputs of services that are beyond the control of the municipality, for instance the cost of bulk water and electricity. In addition, tariffs need to remain or move towards being cost reflective, and should take into account the need to address infrastructure backlogs;
- There will be no budget allocated to national and provincial funded projects unless the necessary grants to the municipality are reflected in the national and provincial budget and have been gazetted as required by the annual Division of Revenue Act;
- The draft budget herewith presented provides the appropriation of funds in the MTREF as follows:
 - ✓ Total operating revenue of R484.6 million for 2013/2014 financial year, R542.3 million for the 2014/2015 financial year and R645.3 million for the 2015/2016 financial year.
 - ✓ Total operating expenditure of R548 million for 2013/2014 financial year, R558 million for the 2014/2015 financial year and R585.8 million for the 2015/2016 financial year.
 - ✓ Total capital expenditure of R220 million for 2013/2014 financial year, R245.8 million for the 2014/2015 financial year and R359.7 million for the 2015/2016 financial year.

In view of the aforementioned, the following table is a consolidated overview of the proposed 2013/14 Medium-Term Revenue and Expenditure Framework:

Summary of revenue classified by main revenue source

Description	Current Year 2012/13	2013/14 Medium Term Revenue & Expenditure Framework		
	Adjusted Budget	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
R thousand				
Revenue By Source				
Property rates	51 207	56 328	61 961	68 157
Property rates - penalties & collection charges				
Service charges - electricity revenue	49 489	54 438	59 882	65 870
Service charges - water revenue	14 165	15 581	17 139	18 853
Service charges - sanitation revenue	2 978	3 273	3 601	3 961
Service charges - refuse revenue	4 445	4 890	5 379	5 917
Service charges - other	-	-	-	-
Rental of facilities and equipment	2 418	2 659	2 925	3 218
Interest earned - external investments	2 000	2 200	2 420	2 662
Interest earned - outstanding debtors	1 500	1 650	1 815	1 997
Dividends received	-	-	-	-
Fines	500	550	605	666
Licences and permits	22	24	27	29
Agency services	23 605	25 966	28 562	31 419
Transfers recognised - operational	281 344	311 857	352 237	436 270
Other revenue	4 792	5 192	5 712	6 283
Gains on disposal of PPE				
Total Revenue	438 465	484 609	542 264	645 300

In the 2012/13 financial year, projected revenue from rates and services charges totals R122.3 million or 28 per cent of total revenue. Revenue is expected to increase to R134.5million, R147.9 million and R162.8 million in the respective financial years of the MTREF 2013/14, 2014/15 and 2015/16 respectively. The above table excludes revenue foregone arising from discounts and rebates associated with the tariff policies of the Municipality.

Operating grants and transfers totals R311.9 million in the 2013/14 financial year and steadily increases to R436.3 million by 2015/16. The following table reflect the breakdown of the operational grants:

Description	2013/2014	2014/2015	2015/2016
EQUITABLE SHARE GRANT	290 822 000	340 862 000	424 283 000
FINANCIAL MANAGEMENT GRANT	1 550 000	1 600 000	1 650 000
MUNICIPAL SYSTEMS IMPROVEMENT GRANT	890 000	934 000	967 000
WATER SERVICES OPERATING SUBSIDY GRANT	8 493 000	4 000 000	4 127 000
EXTENDED PUBLIC WORKS PROGRAMME INTEGRATED GRANT	6 044 000		
MUNICIPAL INFRASTRUCTURE GRANT (pmu operational @2.3%)	4 057 683	4 840 580	5 242 919
TOTAL	311 856 683	352 236 580	436 269 919

Summary of expenditure classified by type

Description	Current Year 2012/13	2013/14 Medium Term Revenue & Expenditure Framework		
Expenditure By Type				
Employee related costs	197 774	209 271	214 201	225 768
Remuneration of councillors	17 422	18 034	19 008	20 034
Debt impairment	13 175	13 913	14 664	15 456
Depreciation & asset impairment	66 948	69 168	72 903	76 840
Finance charges	1 420	1 499	1 580	1 666
Bulk purchases	62 721	66 233	69 810	73 579
Other materials	987	1 014	1 069	1 127
Contracted services	17 266	17 505	18 450	19 446
Transfers and grants	6 798	7 167	7 555	7 962
Other expenditure	133 587	144 198	136 764	143 993
Loss on disposal of PPE	–	–	–	–
Total Expenditure	518 096	548 002	556 003	585 871

The budgeted allocation for employee related costs for the 2013/14 financial year totals R209.2 million, which equals **38%** of the total operating expenditure. Based on the three year collective SALGBC agreement, salary increases have been factored into this budget at a percentage increase of **7%** for the 2013/14 financial year. An annual increase of **5.4%** has been included in the two outer years of the MTREF. However the 7% is not reflective on the figures above, the increases were 5.8%, 2.3% and 5.4% for the 2013/14, 2014/15 and 2015/16 respectively, this is due to the following reasons:

- The 2013/14 salary budget is based on the actual amounts of the 2012/13 which are lower than the budgeted amount and also the municipality was gazetted an EPWP grant for the 2013/14 which is not gazetted for the 2014/15 and 2015/16 financial years.

Bulk purchases on electricity increased by **6%** which is in line with the guidelines of the National Energy Regulator of South Africa (NERSA).

Summary of Capital Expenditure and Sources

Description	Current Year 2012/13	2013/14 Medium Term Revenue & Expenditure Framework		
Capital expenditure & funds sources				
Capital expenditure	180 895	220 001	245 876	359 700
Transfers recognised - capital	152 359	209 234	238 619	349 436
Public contributions & donations	–	–	–	–
Borrowing	–	–	–	–
Internally generated funds	28 536	10 767	7 257	10 264
Total sources of capital funds	180 895	220 001	245 876	359 700

The draft capital budget of R220 million for 2013/14 is 16.6 per cent above when compared to the 2012/13 Adjustment Budget. The increment is due to increase of conditional grants allocated to the municipality. The capital programme increases to R245.8 million in the 2014/15 financial year and R359.7 million 2015/16. The capital budget funded by the municipality's revenue has been decreased from R36.2 million in 2012/2013 to R10.7 million in 2013/2014 to comply with regulation 13 (2)(a) of the budget and reporting regulation which stipulates that the total projected cost is below 5% of the budget not exceeding R250 Million.

Capital grants and transfers totals R209.2 million in the 2013/14 financial year and steadily increases to R349.4 million by 2015/16. The following table reflect the breakdown of the capital grants:

Description	2013/2014	2014/2015	2015/2016
MUNICIPAL INFRASTRUCTURE GRANT (MIG)	172 363 317	205 619 420	222 710 081
INTEGRATED NATIONAL ELECTRIFICATION PROGRAMME(MUNICIPAL)GRANT (INEG)	19 675 000	10 000 000	13 000 000
MUNICIPAL WATER INFRASTRUCTURE GRANT (MWIG)	17 196 000	23 000 000	113 726 000
TOTAL	209 234 317	238 619 420	349 436 081

The 2013 DoRA introduces a new grant namely; the Municipal Water Infrastructure Grant to be administered by the Department of Water Affairs. The grant is aimed at accelerating the delivery of clean water to communities that do not have access to basic water services. The municipality's allocation is reflected on the table above.

Departmental capital allocations for 2013/2014 as per the basic service delivery are as follows:

- ✓ R25.8 million for electricity services, R6.2 million funded from internal sources and R19.8 million funded from INEG
- ✓ R119.2 million for water services, R800 thousand funded from internal sources , R17.1 million from MWIG and R101.2 million from MIG
- ✓ R15 million for sanitation services funded from MIG
- ✓ R51.1 million for roads services funded from MIG
- ✓ R1 million for refuse removal services funded from internal sources
- ✓

RECOMMENDATION BY THE EXECUTIVE MAYOR

1. That the council notes the draft annual budget as set out in the following tables:
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 - Table A2-Budgeted Financial Performance (revenue and expenditure by standard classification);
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1.3.1 Overall impact of tariff increases on households

The following table shows the overall expected impact of the tariff increases on municipal services

PROPOSED TARIFFS ARE VAT INCLUSIVE AT 14%

1.1 ASSESMENT RATES	2012/2013	PROPOSED 2013/2014
Unimproved Residential Stands Marloth Park	0.035	0.038
Unimproved Residential Stands	0.037	0.040
Improved Residential Stands	0.008	0.009
Business	0.020	0.022
Agricultural	0.002	0.002
Nature reserve Sanpark	Exempt	Exempt
Nature reserve Sanpark business properties	0.186	0.200
State Owned	0.013	0.014
PSI	0.002	0.002
Rebates:		
Private owned towns-Phase in 3 years 75%-50%-25%		
Residential- Consolidated or Notarial Tide - 2 stands	20%	20%
-3 stands	30%	30%
-4 stands or more	R 15.00	R 16.50
RDP Houses (Flat rate)	R 15.00	R 16.50
Entrance Control Levy - improved stands	R 35.00	R 35.00
Entrance Control Levy - unimproved stands	R 15.00	R 15.00
1.2 ASSESSMENT RATES REBATE:		
In terms of Section 6 of the Local Government: Municipal Property Rates Act, 2004 (No 6 of 2004) a further remission be granted of pensioners and permanent disable persons on the following conditions:-		
(i) An applicant shall be the registered owner and the permanent occupier of the property in question, which		
(ii) Applicants shall be a pensioner of permanent medically disabled person with an income less than R1,200 per		
(iii) The aforementioned detail shall be verified by an affidavit.		
That notice be given in terms of the Municipal Finance Act Management Act, (No 56 of 2003), to the effect that the assessment rates due on 1 July 2003 shall be payable in twelve equal monthly instalments on or before the due date printed on the face of the account, failing which, interest equal to the prime rate as determined by the South African Reserve Bank per annum, will be charged in terms of section 50A of the Local Government Ordinance (Ordinance 17 of 1939) on amounts in arrear after the fixed day and defaulters are liable to legal proceedings for recovery of such		
2.1 WATER	EXISTING 2012/2013	Proposed 2013/2014
Basic charge	80.71	101
Water consumption per kl	4.11	5
2.2 MARLOTH PARK	EXISTING 2012/2013	Proposed 2013/2014
Basic Charge	20.18	25
3. ELECTRICITY	EXISTING 2012/2013	Proposed 2013/2014
Basic charge Residential	100.00	125
Energy charge Residential KWh	0.97	1
Basic charge Business <70 Amp (single phase)	300.00	376
Energy charge Business <70 Amp (single phase)	0.96	1
179Basic charge Business <150 Amp (three phase)	524.40	658
Energy charge Business <150 Amp (three phase)	0.96	1
Basic charge Business >150 Amp (three phase)	798.00	1 001
Demand charge Business >150 Amp (KVA three phase)	126.71	155
Energy charge Business >160 Amp (three phase)	0.60	1
Domestic Prepay Tariff	1.18	1
Basic Charge Prepaid	NIL	-
4. REFUSE	EXISTING 2012/2013	Proposed 2013/2014
Refuse Residential once a week services	39.71	50
Refuse Residential twice a week services	80.16	101
Refuse Residential Rural once a week services	19.18	24
Refuse Business once a week services	52.97	66
Refuse Business twice a week services	116.46	146
Business - (one container)	112.36	141
- 1.75cubic meters (20 containers)	2 247.58	2 818
- 2.5cubic meters (29 containers)	2 814.29	3 529
Public Institutions Schools/Clinics	105.31	132
Clearing Grass and Bushes on Open Stands	802.15	1 006
Clearing of General Waste on Open Stands	564.22	708
Removal of Building Rubble	564.22	708
Removal of Garden Refuse	319.50	401
Cutting of Large Trees	319.50	401

5. SEWERAGE	EXISTING 2012/2013	Proposed 2013/2014
Sewerage Fixed charge (1 st 2 points)	129.53	162
Sewerage (Additional Points) per point	48.74	61
Available charge – Empty stands	64.13	80
Sewerage charge M'hlatikop per kl	2.57	3
Sewerage Fixed charge (1 st 2 points)Hectorspruit	59.00	74
Sewerage (Additional points) Hectorspruit per point	29.24	37
Chemical Toilet per day	802.15	1 006
Septic Tank Drainage	320.14	401
6. BUILDING PLAN FEES	R6.47/m(min R508.20)	R8m(minR637)
7. PAVEMENT DEPOSIT	679.83	852.51
8. TOWN PLANNING TARIFFS:	EXISTING 2012/2013	Proposed 2013/2014
Application in accordance with Section 6 (1) of the division of Land, Ordinance 1986 (Ordinance No. 20 of 1986) – Division of farm portion	1 821.06	2 284
Application in accordance with Section 57 (1)(b) of the Town Planning and Township Ordinance, 1986 (Ordinance No.15 of 1986) – Reasons for Municipality's decision	306.15	384
Application in accordance with Section 56 (1)(a) of the Town Planning and Townships Ordinance, 1986 (Ordinance No.15 of 1986) – Amendment scheme/rezoning	2 270.18	2 847
Application in accordance with Section 96 (2)(b) of the Town Planning and Townships Ordinance, 1986 (Ordinance No.15 of 1986) – Townships Establishment Applications	5 302.64	6 650
Application in accordance with Section 96 (4)(a) of the Town Planning and Townships Ordinance, 1986 (Ordinance No.15 of 1986) – Amendment of a Township Establishment		-
i) If already approved by Municipality	5 302.64	6 650
ii) If not already approved by Municipality	2 270.18	2 847
Application in accordance with Section 92 (1)(a) of the Town Planning and Townships Ordinance, 1986 (Ordinance No.15 of 1986) – Sub –division:		-
i) For first five (x5) erven	455.27	571
ii) Six (x6) plus erven	183.34	230
Application in accordance with Section 92 (1)(b) of the Town Planning and Townships Ordinance, 1986 (Ordinance No.15 of 1986) – Consolidation	305.27	383
Application in accordance with Section 125 of the Town Planning and Townships Ordinance, 1986 (Ordinance No. 15 of 1986) – Amendment Scheme on Township Establishment Application:		-
i) 1 to 100 erven	3 786.85	4 749
ii) 101 to 200 erven	4 540.36	5 694
iii) 201 to 500 erven	5 302.78	6 650
iv) 501 to 1000 erven	6 050.00	7 587
		-
Hearing and inspection fees in accordance with Annexure 17 of Regulation 41 B©, of the Town Planning and Townships Ordinance 1986 (0.15 of 1986)	747.38	937
Application for special utilization rights (In terms of the Town Planning Schemes in operation, as well as the urban settlement areas) (consent use)	1 495.62	1 876
Issuing of Certificates	76.32	95
9. SUNDRY TARIFFS:	EXISTING 2012/2013	Proposed 2013/2014
1. Reason for Council's decision	965.79	1 211
2. Building relaxations Fees	762.29	956
3. General information (written)	R16.67 per letter	21
4. Building Inspections: Swimming pools	142.99	179
5. Sub Division of Stand – service contribution (civil)	7 205.86	9 036
10. ESTATES & BUILDINGS: RENTAL	EXISTING 2012/2013	Proposed 2013/2014
iv) Entrance Fees		-
Henk van Rooyen Park		-
Property Owner	Free	Free
Non Property Owner	R48.26 per person	59
Rental Recreation Centre	R109.65 per day	135
Lionspruit		-
Non Property Owner	57.90	72
Safari Game Vehicles	178.84	224
Season Tickets - Property Owner (1 st ticket)	FREE	
- Property Owner (2 nd ticket)	286.58	359
- Non Property Owner	1 020.18	1 279
Deposit	271.93	341
Rental - Private per day	679.83	853
- Church Services per day	149.13	187

10.3 STADIUMS	EXISTING 2012/2013	Proposed 2013/2014
Deposit	679.83	853
Rental – per day	1 359.65	1 705
Churches	544.72	683
10.4 CEMETERIES	EXISTING 2012/2013	Proposed 2013/2014
10.4.1 URBAN		
Burial Fees:		-
Within jurisdiction - Adults	660.53	828
Nl. (Kaapmuiden) - Children	463.16	581
(Malelane & Hectorspruit) - Internment in one grave – additional	131.58	165
Outside jurisdiction - Adults	793.86	996
- Children	526.32	660
Enlargement of Grave	131.58	165
Reserving Graves:		-
Per grave per person resident in jurisdiction at time of decease	330.71	415
Per grave per person NOT resident in jurisdiction at time of decease	592.99	744
Per niche	197.37	248
Wall of Remembrance:		-
Per single niche, per single emplacement	330.71	415
Per Double niche, per double emplacement	592.99	744
Memorial Stones:		-
Consent for erection of memorial stone	131.58	165
Re-opening of Graves	330.71	415
10.4.2 RURAL	EXISTING 2012/2013	Proposed 2013/2014
Burial Fees:		-
In jurisdiction - Adults	106.15	133
Nl. (Kamhlushwa) - Children	47.37	59
- Internment in one grave – additional	33.34	42
Outside jurisdiction - Adults	131.58	165
- Children	79.83	100
Enlargement of Grave	34.22	43
Reserving Graves:		-
Per grave per person resident in jurisdiction at time of decease	330.71	415
Per grave per person NOT resident in jurisdiction at time of decease	592.99	744
Memorial Stones:		-
Consent for erection of memorial stone	92.11	116
Wall of Remembering:		-
Per single niche	330.71	415
Re-opening of Graves	330.71	415
11. HAWKER FEES:	EXISTING 2012/2013	Proposed 2013/2014
Rent of Site Fee (per month)	21.06	26
License Application Fee	74.57	94
Hawker License (per annum)	162.23	203
Taxi Rank Fees (per annum)	242.00	303
12. BANNERS, POSTERS & ADVERTISEMENT	EXISTING 2012/2013	Proposed 2013/2014
Deposit: Posters (excluding elections)	678.95	851
Deposit: Posters in a elections	1 018.96	1 278
Deposit: For each banner	678.95	851
Application Fee for Public Display of Advertisement Boards	409.70	514
Public Display of Advertisement Boards smaller than 6 m ²	1 018.96	1 278
Public display of Advertisement Boards bigger than 6 m ²	2 719.32	3 410
Advertisement on Municipal Statements	302.50	379
Display of Billboards	6 798.29	8 525
Illuminated Signs	110.00	138
Temporary Signs	110.00	138
Street Name Advertising Structures	1 018.96	1 278
Loose Standing Signs	1 018.96	1 278
Street Light Poles (N4)	7 920.00	9 932
Advertisement on Municipal Trucks	4 076.85	5 112
Poundage Fee	110.00 per day	138per day
Furnishing of information and issuing of Certificates:		
Application of Safety Certificate	67.55	85
Issuing of Safety certificate	135.97	171
13. LIBRARY:	EXISTING 2012/2013	Proposed 2013/2014
Membership Fees: Adult per year	60.53	76
Membership Fees: Children under 18 years, pensioner & students	26.32	33
Penalties: Books per week	2.64	3
Special Demand	7.02	9
Visitor's Deposit	164.04	206
14. FEE GENERAL CLEANSING:	EXISTING 2012/2013	Proposed 2013/2014
i) Removal of building rubbish	302.50	379
ii) Removal of gardening rubbish	79.60	100
iii) Cleaning of Stand	302.50	379

15. FURNISHING OF INFORMATION AND ISSUING OF CERTIFICATES	EXISTING 2012/2013	Proposed 2013/2014
Clearance Certificates/clearance Cost Schedule/Duplicate/extension	61.41	77
Valuation Certificates	48.25	61
Search Fees	48.25	61
Photocopies: - A4-size	0.88	1
- A3-size	1.32	2
Colour copies - A4	1.76	2
Internet Fees: - 20 Min	10.53	13
- 30 Min	15.79	20
- 1 Hour	31.85	40
- 5 Hours	106.15	133
Tender documents	627.20	787
Faxes per page	3.50	4
Cheque Refer to Drawer	164.04	206
Copy of Voter Roll	R3.50 per page	5 per page
Copies of Valuation Roll	R3.50 per page	5 per page
Electronic Copy of Valuation Roll	950.00	1 191
16. CONNECTION FEES	EXISTING 2012/2013	Proposed 2013/2014
16.1 WATER		-
Nkomazi	1 973.69	2 475
25mm	2 271.93	2 849
Water connection Rural areas	482.46	605
Deposits Rural areas	400.00	502
Testing of Water Meter	203.51	255
Supply and Installation of meter	Actual cost +15% larger than 25mm	Actual cost +15% larger than 25mm
Changes in installation	Actual cost +15% larger than 25mm	Actual cost +15% larger than 25mm
Civil Service Contribution	7 477.20	9 376
16.2 ELECTRICITY	EXISTING 2012/2013	Proposed 2013/2015
Nkomazi - single phase	3 464.04	4 344
- 3 phase	5 778.95	7 247
- single phase pre-paid	1 227.20	1 539
3 phase pre-paid	2 991.23	3 751
Temporary Connection	207.02	260
Connection due to non payment	271.93	341
Call out - Nkomazi	700.00	878
Tampering with meter	4 351.76	5 457
Use of fire hydrant	339.64 plus labour	418 plus labour
Testing	Actual cost +15%	Actual cost +15%
Supply and Installation of meter box	Actual cost +15%	Actual cost +15%
Changes in installation	Actual cost + 15%	Actual cost + 15%
Service contribution (civil)	2 653.50	3 327
17. CLINIC FEES	EXISTING 2012/2013	Proposed 2013/2014
Health Certificate	275.44 per certificate	345 per certificate
Water Test Result - Bacterial	717.46	900
- Chemical	355.57	446
18. BUSINESS FEES	EXISTING 2012/2013	Proposed 2013/2014
Business License per annum	407.90	512
Application of Business License	164.04	206
Other Chargeable Properties:		-
RDP HOUSES	21.93	28
19. BULK SERVICE CONTRIBUTIONS	EXISTING 2012/2013	Proposed 2013/2014
Residential 1 – Per residential unit	37 884.00	47 507
Residential 2 – Per residential unit	26 796.00	33 602
Residential 3 – Per 100m ² floor area	22 869.00	28 678
Second dwellings – Per application	24 486.00	30 705
Offices – Per 100m ² building floor area	21 252.00	26 650
Hotels & Hostels - Per 100m ² building floor area	16 863.00	21 146
Doctors & Dentists- Per 100m ² building floor area	20 617.30	25 854
Schools & Creches:		-
Buildings – Per 100m ² building floor area	12 012.00	15 063
Size of the Stand- per ha	173 250.00	217 256
Dry Industrial – Per 100m ² of building floor area	20 790.00	26 071
Wet Industrial – Per 100m ² of building floor area	56 017.50	70 246

Clubs & Sport Facilities:	EXISTING 2012/2013	Proposed 2013/2014
Buildings – Per 100m ² of building floor area	9 471.00	11 877
Size of the Stand – per ha	173 250.00	217 256
Sport Stadiums:		-
Buildings – Per 100m ² of building floor area	17 556.00	22 015
Size of the Stand – per ha	173 250.00	217 256
Warehouses – Per 100m ² of building floor area	5 313.00	6 663
Parks – per ha	173 250.00	217 256
Laundries– Per 100m ² of building floor area	27 489.00	34 471
Butchery– Per 100m ² of building floor area	29 857.30	37 441
Hairdressers– Per 100m ² of building floor area	41 627.30	52 201
Panel Beaters– Per 100m ² of building floor area	21 367.50	26 795
Nursery:		-
Buildings – Per 100m ² of building floor area	9 933.00	12 456
Size of the Stand – per ha	173 250.00	217 256
Hospitals - Per 100m ² of building floor area	43 659.00	54 748
Restaurants – Per 100m ² of building floor area	28 644.00	35 920
Other commercial, excl. shopping centres – per 100m ² floor area	19 866.00	24 912
Institutional – per 100m ² building floor area	27 547.30	34 544
Agricultural holding:		-
Buildings – per Residential Unit	20 559.00	25 781
Size of the stand – per ha	28 875.00	36 209
Laboratories – per 100m ² of building floor area	19 462.30	24 406
Bus Depots – Per Bus facility	21 829.50	27 374
Other Developments:		-
Water Services – per kl AADD	11 550.00	14 484
Sewer Services – per kl AWWF	11 550.00	14 484
Electrical Services – Per KVA	1 501.50	1 883
Roads & Stormwater – Sum		-
LINK SERVICE CONTRIBUTIONS:		
To be Determined per Application		-
20. ROADS:	EXISTING 2012/2013	Proposed 2013/2014
Grader	530.20ph	665 ph
TLB	302.50ph	379ph
High up	220.00ph	276ph

1.4 Draft Annual Budget Tables

The following pages present the ten main budget tables as required in terms of section 8 of the Municipal Budget and Reporting Regulations. These tables set out the municipality's 2013/14 budget and MTREF as tabled to Council.

Table A1 - Budget Summary

Description	2009/10	2010/11	2011/12	Current Year 2012/13				2013/14 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
R thousands										
Financial Performance										
Property rates	35 577	29 015	36 458	74 207	51 207	51 207	51 207	56 328	61 961	68 157
Service charges	42 802	55 345	57 129	77 027	71 077	71 077	71 077	78 182	86 001	94 601
Investment revenue	8 221	4 532	2 309	2 000	2 000	2 000	2 000	2 200	2 420	2 662
Transfers recognised - operational	174 578	217 758	244 161	274 896	281 344	281 344	281 344	311 857	352 237	436 270
Other own revenue	32 439	11 044	33 559	33 516	32 837	32 837	32 837	36 042	39 646	43 611
Total Revenue (excluding capital transfers and contributions)	293 617	317 693	373 614	461 647	438 465	438 465	438 465	484 609	542 264	645 300
Employee costs	128 797	162 841	180 219	184 894	197 774	197 774	197 774	209 271	214 201	225 768
Remuneration of councillors	13 262	14 107	12 787	17 404	17 422	17 422	17 422	18 034	19 008	20 034
Depreciation & asset impairment	32 583	39 583	59 977	54 720	66 948	66 948	66 948	69 168	72 903	76 840
Finance charges	2 707	3 109	2 371	1 420	1 420	1 420	1 420	1 499	1 580	1 666
Materials and bulk purchases	43 122	43 363	53 540	64 005	63 708	63 708	63 708	67 247	70 878	74 706
Transfers and grants	—	—	—	6 798	6 798	6 798	6 798	7 167	7 555	7 962
Other expenditure	176 759	140 920	7 691	156 966	164 027	164 027	164 027	175 615	169 878	178 895
Total Expenditure	397 230	403 923	316 585	486 206	518 096	518 096	518 096	548 002	556 003	585 871
Surplus/(Deficit)	(103 614)	(86 230)	57 029	(24 559)	(79 630)	(79 630)	(79 630)	(63 393)	(13 739)	59 429
Transfers recognised - capital	81 723	95 982	137 810	144 633	144 633	144 633	144 633	209 234	238 619	349 436
Contributions recognised - capital & contributed assets	—	—	—	—	—	—	—	—	—	—
Surplus/(Deficit) after capital transfers & contributions	(21 890)	9 752	194 839	120 074	65 002	65 002	65 002	145 842	224 881	408 866
Share of surplus/ (deficit) of associate	—	—	—	—	—	—	—	—	—	—
Surplus/(Deficit) for the year	(21 890)	9 752	194 839	120 074	65 002	65 002	65 002	145 842	224 881	408 866
Capital expenditure & funds sources										
Capital expenditure	130 226	116 712	113 077	185 547	180 895	180 895	180 895	220 001	245 876	359 700
Transfers recognised - capital	81 724	79 893	122 675	144 633	152 359	152 359	152 359	209 234	238 619	349 436
Public contributions & donations	—	—	—	—	—	—	—	—	—	—
Borrowing	—	—	—	—	—	—	—	—	—	—
Internally generated funds	48 502	36 819	—	40 914	28 536	28 536	36 262	10 767	7 257	10 264
Total sources of capital funds	130 226	116 712	122 675	185 547	180 895	180 895	188 621	220 001	245 876	359 700
Financial position										
Total current assets	90 864	50 243	24 030	97 181	47 180	47 180	47 180	91 638	93 062	253 003
Total non current assets	743 323	1 225 681	38 128	1 314 825	1 384 624	1 384 624	1 361 988	1 398 514	1 623 054	1 872 920
Total current liabilities	88 365	98 443	32 710	43 887	139 632	139 632	139 632	48 069	49 066	49 793
Total non current liabilities	7 439	5 359	—	15 876	15 876	15 876	15 876	14 785	14 871	15 086
Community wealth/Equity	738 383	1 172 129	1 216 454	1 054 734	1 289 181	1 289 181	1 289 181	1 427 298	1 652 179	2 061 044
Cash flows										
Net cash from (used) operating	41 659	67 909	118 325	179 892	123 413	123 413	123 413	220 327	303 312	491 449
Net cash from (used) investing	(93 030)	(116 712)	(113 077)	(185 547)	(180 895)	(180 895)	(180 895)	(185 326)	(217 876)	(326 700)
Net cash from (used) financing	(2 681)	(2 456)	(1 889)	(1 148)	(1 148)	(1 148)	(1 148)	(2 709)	(2 142)	(1 670)
Cash/cash equivalents at the year end	48 220	(3 040)	319	(18 691)	(70 518)	(70 518)	(70 518)	(38 226)	45 068	208 147
Cash backing/surplus reconciliation										
Cash and investments available	48 107	(3 040)	1 481	56 857	(9 168)	(9 168)	(9 168)	61 000	46 040	208 147
Application of cash and investments	52 891	24 353	2 066	(8 838)	74 283	74 283	74 283	10 075	(4 060)	(1 932)
Balance - surplus (shortfall)	(4 784)	(27 393)	(585)	65 695	(83 451)	(83 451)	(83 451)	50 925	50 100	210 078
Asset management										
Asset register summary (WDV)	735 065	1 225 681	1 276 416	1 518 829	1 514 545	1 514 545	1 596 003	1 596 003	1 785 111	2 056 754
Depreciation & asset impairment	32 583	39 583	59 977	54 720	66 948	66 948	69 168	69 168	72 903	76 840
Renewal of Existing Assets	69 223	49 708	48 088	129 291	125 007	125 007	125 007	158 959	120 116	156 634
Repairs and Maintenance	122 974	—	21 675	120 186	123 040	123 040	33 124	33 124	29 961	31 490
Free services										
Cost of Free Basic Services provided	1 002	1 065	11 848	2 962	2 962	2 962	2 962	2 962	2 962	2 962
Revenue cost of free services provided	23 008	15 648	38 901	15 834	15 834	15 834	15 834	15 834	15 834	15 834
Households below minimum service level										
Water:	20	20	15	11	11	11	11	11	11	11
Sanitation/sewerage:	14	14	11	9	9	9	9	9	9	9
Energy:	44	44	36	36	36	36	36	36	36	36
Refuse:	56	56	79	79	79	79	79	79	79	79

Explanatory notes to Table A1 - Budget Summary

1. Table A1 is a budget summary and provides a concise overview of the municipality's budget from all of the major financial perspectives (operating, capital expenditure, financial position, cash flow, and MFMA funding compliance).
2. The table provides an overview of the amounts tabled to Council for operating performance, resources deployed to capital expenditure, financial position, cash and funding compliance, as well as the municipality's commitment to eliminating basic service delivery backlogs.

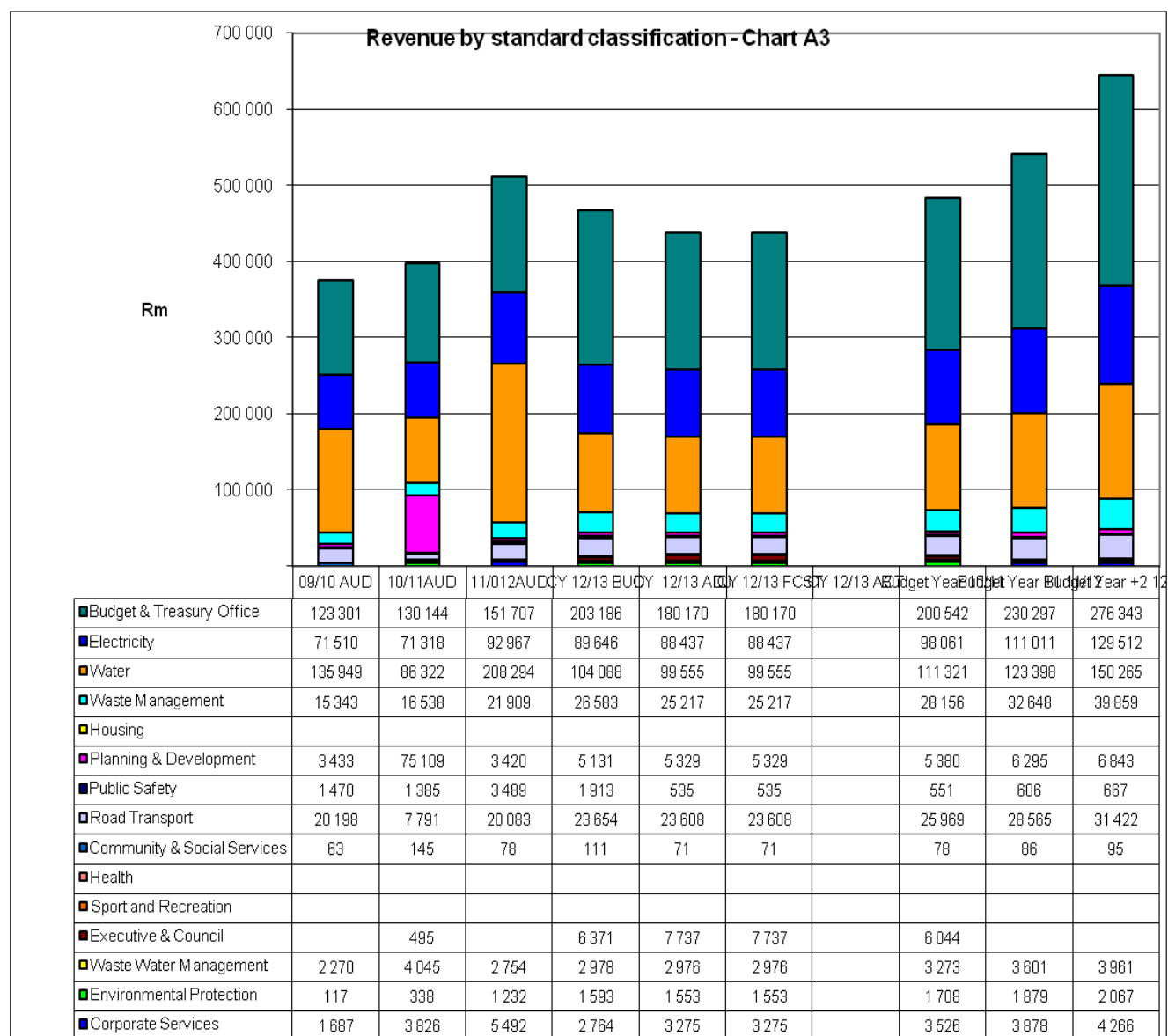
Table A2 - Budgeted Financial Performance (revenue and expenditure by standard classification)

Standard Classification Description	2009/10	2010/11	2011/12	Current Year 2012/13			2013/14 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
R thousand									
Revenue - Standard									
<i>Governance and administration</i>	124 988	134 464	157 199	212 321	191 182	191 182	210 112	234 175	280 609
Executive and council	—	495	—	6 371	7 737	7 737	6 044	—	—
Budget and treasury office	123 301	130 144	151 707	203 186	180 170	180 170	200 542	230 297	276 343
Corporate services	1 687	3 826	5 492	2 764	3 275	3 275	3 526	3 878	4 266
<i>Community and public safety</i>	1 533	1 530	3 567	2 024	606	606	630	692	762
Community and social services	63	145	78	111	71	71	78	86	95
Sport and recreation	—	—	—	—	—	—	—	—	—
Public safety	1 470	1 385	3 489	1 913	535	535	551	606	667
Housing	—	—	—	—	—	—	—	—	—
Health	—	—	—	—	—	—	—	—	—
<i>Economic and environmental services</i>	23 748	83 238	24 735	30 378	30 490	30 490	33 057	36 739	40 332
Planning and development	3 433	75 109	3 420	5 131	5 329	5 329	5 380	6 295	6 843
Road transport	20 198	7 791	20 083	23 654	23 608	23 608	25 969	28 565	31 422
Environmental protection	117	338	1 232	1 593	1 553	1 553	1 708	1 879	2 067
<i>Trading services</i>	225 072	178 223	325 924	223 295	216 185	216 185	240 811	270 657	323 598
Electricity	71 510	71 318	92 967	89 646	88 437	88 437	98 061	111 011	129 512
Water	135 949	86 322	208 294	104 088	99 555	99 555	111 321	123 398	150 265
Waste water management	2 270	4 045	2 754	2 978	2 976	2 976	3 273	3 601	3 961
Waste management	15 343	16 538	21 909	26 583	25 217	25 217	28 156	32 648	39 859
<i>Other</i>	—	—	—	—	—	—	—	—	—
Total Revenue - Standard	375 341	397 456	511 424	468 018	438 463	438 463	484 609	542 264	645 300
Expenditure - Standard									
<i>Governance and administration</i>	94 201	115 852	113 410	172 604	194 675	194 675	203 926	204 313	215 293
Executive and council	22 989	23 949	26 458	27 843	37 338	37 338	37 238	32 878	34 654
Budget and treasury office	44 688	52 739	47 820	112 207	123 170	123 170	134 620	137 636	145 015
Corporate services	26 523	39 164	39 132	32 554	34 167	34 167	32 067	33 799	35 624
<i>Community and public safety</i>	20 157	22 232	28 515	24 387	34 705	34 705	31 136	32 817	34 589
Community and social services	3 255	4 797	4 656	4 619	5 032	5 032	4 956	5 223	5 505
Sport and recreation	1 883	362	80	111	101	101	101	106	112
Public safety	15 019	17 073	23 779	19 657	29 573	29 573	26 080	27 488	28 972
Housing	—	—	—	—	—	—	—	—	—
Health	—	—	—	—	—	—	—	—	—
<i>Economic and environmental services</i>	51 458	72 065	99 002	94 109	94 643	94 643	99 983	99 367	104 719
Planning and development	27 554	31 807	38 064	43 769	45 343	45 343	45 172	41 596	43 829
Road transport	19 391	35 630	56 176	45 151	43 999	43 999	46 720	49 243	51 902
Environmental protection	4 513	4 628	4 762	5 188	5 302	5 302	8 091	8 528	8 989
<i>Trading services</i>	231 415	193 644	231 089	195 106	194 072	194 072	212 957	219 505	231 270
Electricity	51 811	60 543	79 755	76 115	75 154	75 154	77 544	81 731	86 145
Water	157 828	98 149	108 355	85 122	85 148	85 148	87 606	87 385	92 015
Waste water management	2 916	11 303	10 813	2 162	3 274	3 274	3 293	3 471	3 659
Waste management	18 860	23 649	32 166	31 708	30 496	30 496	44 514	46 918	49 451
<i>Other</i>	—	—	—	—	—	—	—	—	—
Total Expenditure - Standard	397 230	403 793	472 015	486 206	518 096	518 096	548 002	556 003	585 871
Surplus/(Deficit) for the year	(21 890)	(6 337)	39 409	(18 188)	(79 633)	(79 633)	(63 393)	(13 739)	59 429

Explanatory notes to Table A2 - Budgeted Financial Performance (revenue and expenditure by standard classification)

1. Table A2 is a view of the budgeted financial performance in relation to revenue and expenditure per standard classification. The modified GFS standard classification divides the municipal services into 15 functional areas. Municipal revenue, operating expenditure and capital expenditure are then classified in terms of each of these functional areas which enables the National Treasury to compile 'whole of government' reports.
2. Note the Total Revenue on this table excludes capital revenues (Transfers recognised – capital) and so it balances to the operating revenue shown on Table A4.
3. Note that as a general principle the revenues for the Trading Services should exceed their expenditures. The table highlights that this is the case for Electricity, Water and Waste water functions, but not the Waste management function. The municipality is in a process of implementing the approved revenue enhancement strategy.

Standard Classification Description	2009/10	2010/11	2011/12	Current Year 2012/13			2013/14 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
R thousand									
Revenue - Standard									
Municipal governance and administration	124 988	134 464	157 199	212 321	191 182	191 182	210 112	234 175	280 609
Executive and council	–	495	–	6 371	7 737	7 737	6 044	–	–
Mayor and Council		495							
Municipal Manager		–		6 371	7 737	7 737	6 044	–	–
Budget and treasury office	123 301	130 144	151 707	203 186	180 170	180 170	200 542	230 297	276 343
Corporate services	1 687	3 826	5 492	2 764	3 275	3 275	3 526	3 878	4 266
Human Resources	1 146	265	2 967	672	788	788	866	953	1 048
Information Technology	–	–	–	–	–	–	–	–	–
Property Services	541	3 561	2 525	2 093	2 488	2 488	2 659	2 925	3 218
Other Admin	–	–	–	–	–	–	–	–	–
Community and public safety	1 533	1 530	3 567	2 024	606	606	630	692	762
Community and social services	63	145	78	111	71	71	78	86	95
Libraries and Archives	30	122	42	62	32	32	35	39	42
Museums & Art Galleries etc	–	–	–	–	–	–	–	–	–
Community halls and Facilities	–	–	–	–	–	–	–	–	–
Cemeteries & Crematoriums	33	23	36	49	39	39	43	48	52
Child Care	–	–	–	–	–	–	–	–	–
Aged Care	–	–	–	–	–	–	–	–	–
Other Community	–	–	–	–	–	–	–	–	–
Other Social	–	–	–	–	–	–	–	–	–
Sport and recreation	–	–	–	–	–	–	–	–	–
Public safety	1 470	1 385	3 489	1 913	535	535	551	606	667
Police	373	652	614	1 900	500	500	550	605	666
Fire	1	1	2	13	1	1	1	1	1
Civil Defence	–	–	–	–	–	–	–	–	–
Street Lighting	–	–	–	–	–	–	–	–	–
Other	1 096	732	2 873	–	34	34	–	–	–
Housing	–	–	–	–	–	–	–	–	–
Health	–	–	–	–	–	–	–	–	–
Clinics	–	–	–	–	–	–	–	–	–
Ambulance	–	–	–	–	–	–	–	–	–
Other	–	–	–	–	–	–	–	–	–
Economic and environmental services	23 748	83 238	24 735	30 378	30 490	30 490	33 057	36 739	40 332
Planning and development	3 433	75 109	3 420	5 131	5 329	5 329	5 380	6 295	6 843
Economic Development/Planning	3 129	74 507	3 030	4 083	3 131	3 131	4 058	4 841	5 243
Town Planning/Building enforcement	304	556	386	1 048	1 202	1 202	1 322	1 454	1 600
Licensing & Regulation	–	46	4	–	997	997	–	–	–
Road transport	20 198	7 791	20 083	23 654	23 608	23 608	25 969	28 565	31 422
Roads	12 718	720	1 171	48	2	2	3	3	3
Public Buses	–	–	–	–	–	–	–	–	–
Parking Garages	–	–	–	–	–	–	–	–	–
Vehicle Licensing and Testing	7 480	7 071	18 912	23 605	23 605	23 605	25 966	28 562	31 419
Other	–	–	–	–	–	–	–	–	–
Environmental protection	117	338	1 232	1 593	1 553	1 553	1 708	1 879	2 067
Pollution Control	–	–	–	–	–	–	–	–	–
Biodiversity & Landscape	117	338	1 232	1 593	1 553	1 553	1 708	1 879	2 067
Other	–	–	–	–	–	–	–	–	–
Trading services	225 072	178 223	325 924	223 295	216 185	216 185	240 811	270 657	323 598
Electricity	71 510	71 318	92 967	89 646	88 437	88 437	98 061	111 011	129 512
Electricity Distribution	71 510	71 318	92 967	89 646	88 437	88 437	98 061	111 011	129 512
Electricity Generation	–	–	–	–	–	–	–	–	–
Water	135 949	86 322	208 294	104 088	99 555	99 555	111 321	123 398	150 265
Water Distribution	135 949	86 322	208 294	104 088	99 555	99 555	111 321	123 398	150 265
Water Storage	–	–	–	–	–	–	–	–	–
Waste water management	2 270	4 045	2 754	2 978	2 976	2 976	3 273	3 601	3 961
Sewerage	2 270	4 045	2 754	2 978	2 976	2 976	3 273	3 601	3 961
Storm Water Management	–	–	–	–	–	–	–	–	–
Public Toilets	–	–	–	–	–	–	–	–	–
Waste management	15 343	16 538	21 909	26 583	25 217	25 217	28 156	32 648	39 859
Solid Waste	15 343	16 538	21 909	26 583	25 217	25 217	28 156	32 648	39 859
Other	–	–	–	–	–	–	–	–	–
Air Transport	–	–	–	–	–	–	–	–	–
Abattoirs	–	–	–	–	–	–	–	–	–
Tourism	–	–	–	–	–	–	–	–	–
Forestry	–	–	–	–	–	–	–	–	–
Markets	–	–	–	–	–	–	–	–	–
Total Revenue - Standard	375 341	397 456	511 424	468 018	438 463	438 463	484 609	542 264	645 300



Standard Classification Description	2009/10	2010/11	2011/12	Current Year 2012/13			2013/14 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
R thousand									
Expenditure - Standard									
Municipal governance and administration	94 201	115 852	113 410	172 604	194 675	194 675	203 926	204 313	215 293
Executive and council	22 989	23 949	26 458	27 843	37 338	37 338	37 238	32 878	34 654
Mayor and Council	17 952	19 214	19 952	20 226	21 953	21 953	22 674	23 898	25 189
Municipal Manager	5 037	4 735	6 506	7 617	15 385	15 385	14 564	8 980	9 465
Budget and treasury office	44 688	52 739	47 820	112 207	123 170	123 170	134 620	137 636	145 015
Corporate services	26 523	39 164	39 132	32 554	34 167	34 167	32 067	33 799	35 624
Human Resources	16 677	32 673	35 223	28 560	30 674	30 674	28 385	29 918	31 533
Information Technology	4 836	2 755	2 555	2 000	1 500	1 500	1 584	1 670	1 760
Property Services	5 010	3 736	1 355	1 993	1 993	1 993	2 098	2 212	2 331
Other Admin					-	-			
Community and public safety	20 157	22 232	28 515	24 387	34 705	34 705	31 136	32 817	34 589
Community and social services	3 255	4 797	4 656	4 619	5 032	5 032	4 956	5 223	5 505
Libraries and Archives	1 132	1 268	1 516	1 702	1 916	1 916	1 951	2 056	2 167
Museums & Art Galleries etc					-	-			
Community halls and Facilities					-	-			
Cemeteries & Crematoriums	2 123	3 528	3 140	2 917	3 116	3 116	3 005	3 167	3 338
Child Care					-	-			
Aged Care					-	-			
Other Community					-	-			
Other Social					-	-			
Sport and recreation	1 883	362	80	111	101	101	101	106	112
Public safety	15 019	17 073	23 779	19 657	29 573	29 573	26 080	27 488	28 972
Police	6 220	7 200	7 331	7 169	7 406	7 406	7 840	8 264	8 710
Fire	166	238	158	92	90	90	570	601	634
Civil Defence									
Street Lighting									
Other	8 632	9 635	16 290	12 396	22 077	22 077	17 669	18 623	19 629
Housing									
Health	-	-	-	-	-	-	-	-	-
Clinics									
Ambulance									
Other									
Economic and environmental services	51 458	72 065	99 002	94 109	94 643	94 643	99 983	99 367	104 719
Planning and development	27 554	31 807	38 064	43 769	45 343	45 343	45 172	41 596	43 829
Economic Development/Planning	4 839	4 766	7 847	8 612	8 672	8 672	9 425	9 934	10 470
Town Planning/Building enforcement	10 478	12 958	19 070	23 006	23 717	23 717	24 723	20 043	21 112
Licensing & Regulation	12 236	14 082	11 147	12 151	12 954	12 954	11 024	11 619	12 246
Road transport	19 391	35 630	56 176	45 151	43 999	43 999	46 720	49 243	51 902
Roads	9 044	27 305	37 208	20 336	18 695	18 695	20 990	22 123	23 318
Public Buses					-	-			
Parking Garages					-	-			
Vehicle Licensing and Testing	10 347	8 325	18 968	24 815	25 303	25 303	25 730	27 119	28 584
Other					-	-			
Environmental protection	4 513	4 628	4 762	5 188	5 302	5 302	8 091	8 528	8 989
Pollution Control									
Biodiversity & Landscape	4 513	4 628	4 762	5 188	5 302	5 302	8 091	8 528	8 989
Other									
Trading services	231 415	193 644	231 089	195 106	194 072	194 072	212 957	219 505	231 270
Electricity	51 811	60 543	79 755	76 115	75 154	75 154	77 544	81 731	86 145
Electricity Distribution	51 811	60 543	79 755	76 115	75 154	75 154	77 544	81 731	86 145
Electricity Generation									
Water	157 828	98 149	108 355	85 122	85 148	85 148	87 606	87 385	92 015
Water Distribution	157 828	98 149	108 355	85 122	85 148	85 148	87 606	87 385	92 015
Water Storage									
Waste water management	2 916	11 303	10 813	2 162	3 274	3 274	3 293	3 471	3 659
Sewerage	2 916	11 303	10 813	2 162	3 274	3 274	3 293	3 471	3 659
Storm Water Management									
Public Toilets									
Waste management	18 860	23 649	32 166	31 708	30 496	30 496	44 514	46 918	49 451
Solid Waste	18 860	23 649	32 166	31 708	30 496	30 496	44 514	46 918	49 451
Other	-	-	-	-	-	-	-	-	-
Air Transport									
Abattoirs									
Tourism									
Forestry									
Markets									
Total Expenditure - Standard	397 230	403 793	472 015	486 206	518 096	518 096	548 002	556 003	585 871
Surplus/(Deficit) for the year	(21 890)	(6 337)	39 409	(18 188)	(79 633)	(79 633)	(63 393)	(13 739)	59 429

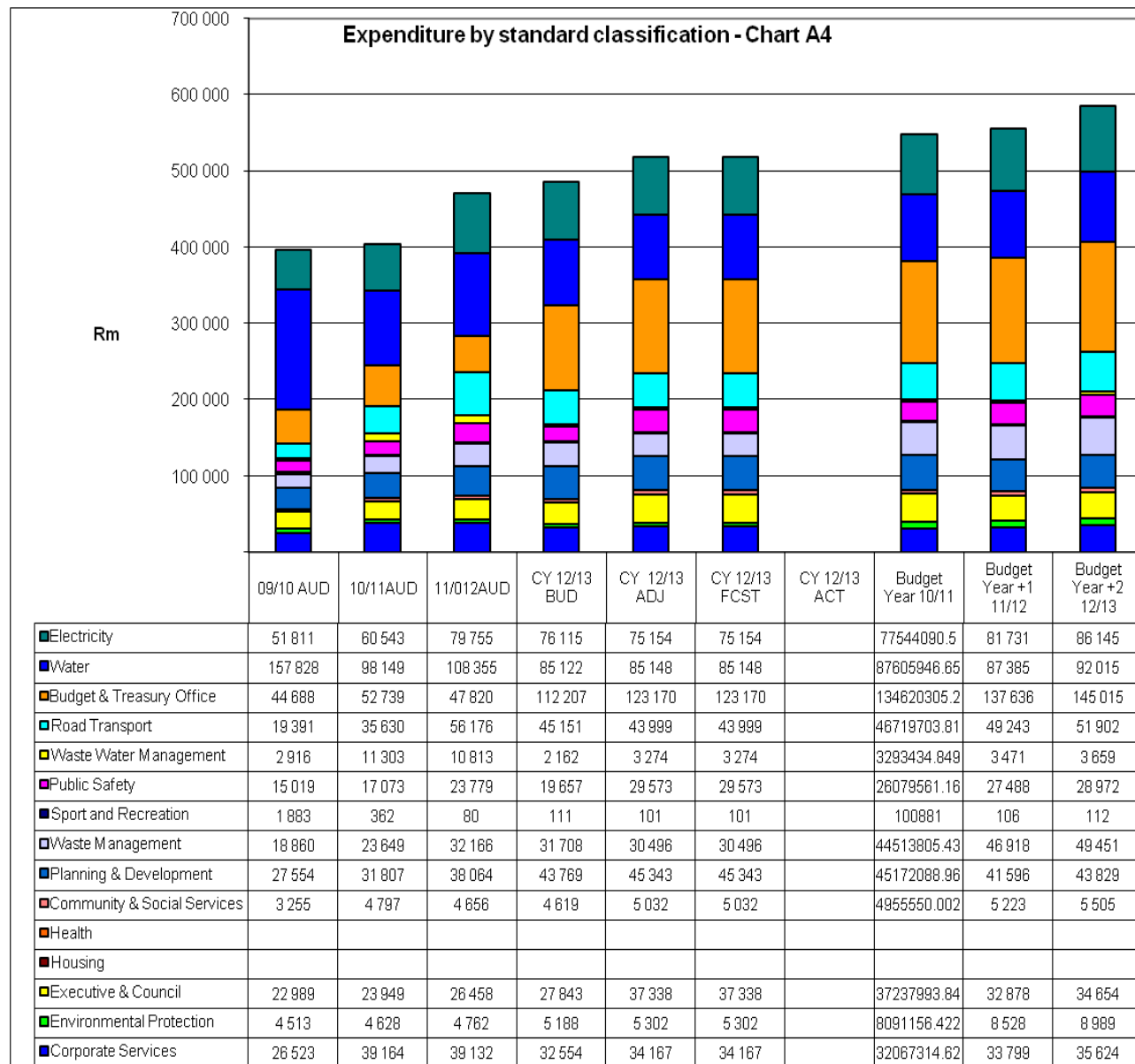
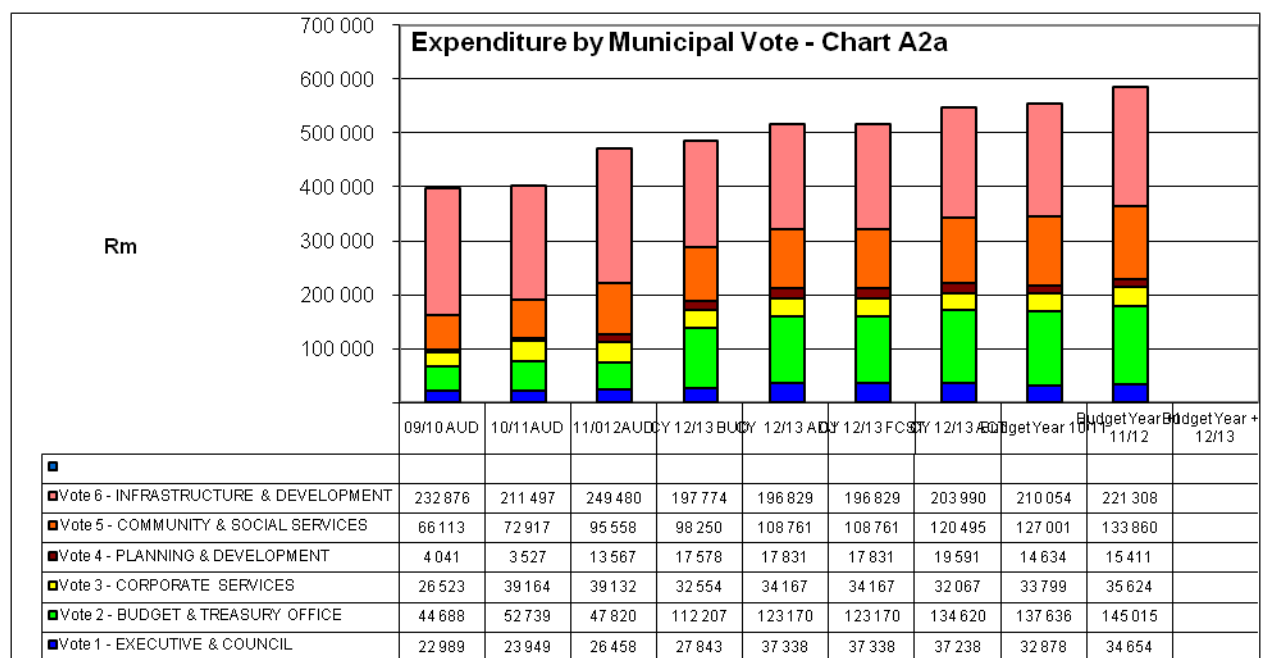
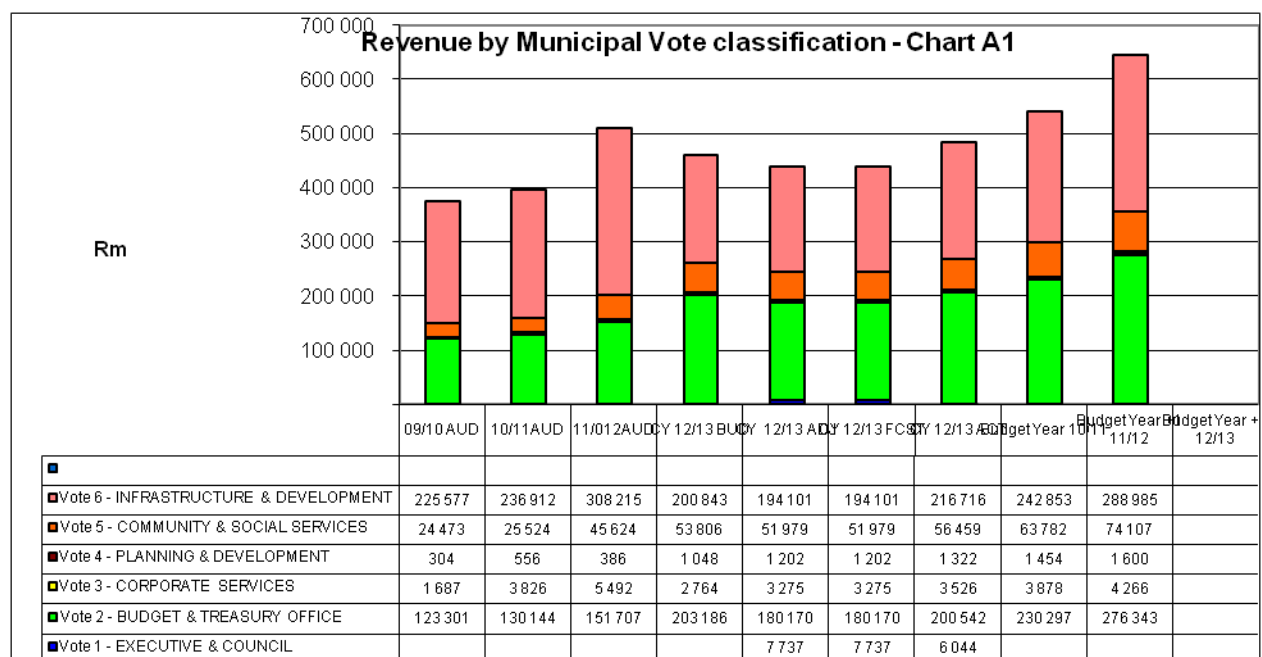


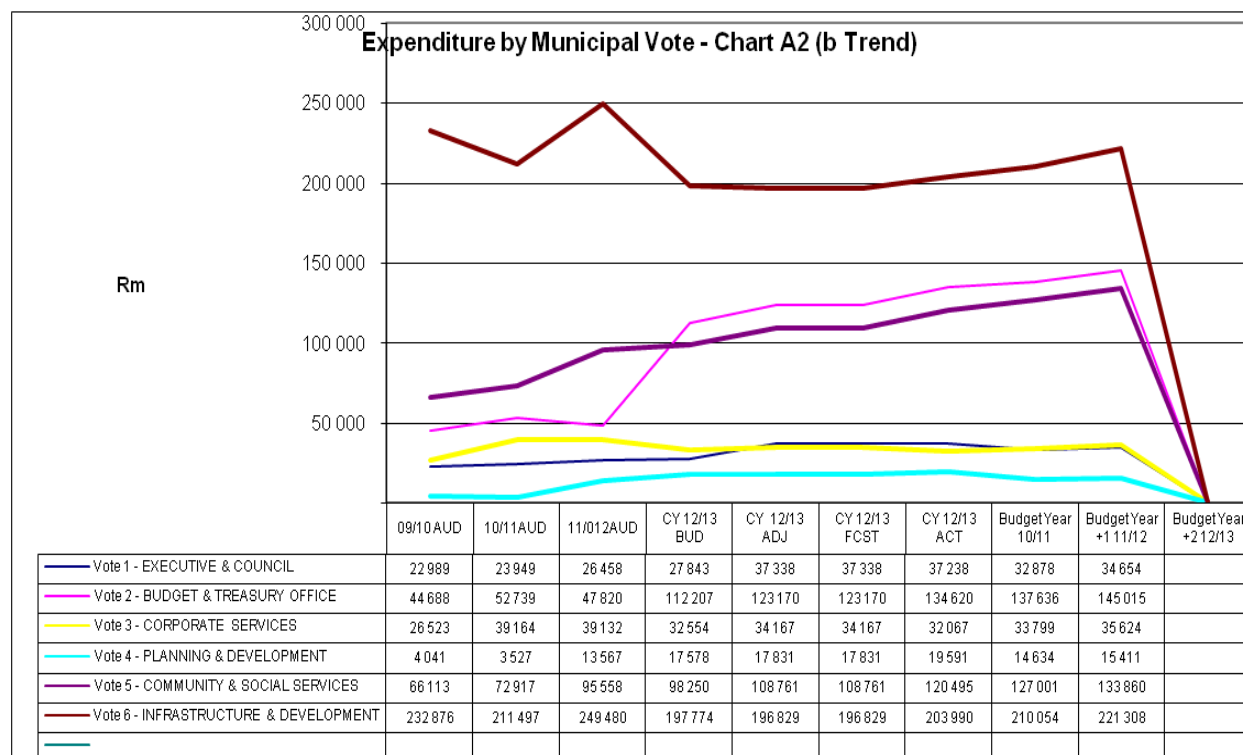
Table A3 - Budgeted Financial Performance (revenue and expenditure by municipal vote)

Vote Description	2009/10	2010/11	2011/12	Current Year 2012/13			2013/14 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
R thousand									
Revenue by Vote									
Vote 1 - EXECUTIVE & COUNCIL	-	-	-	-	7 737	7 737	6 044	-	-
Vote 2 - BUDGET & TREASURY OFFICE	123 301	130 144	151 707	203 186	180 170	180 170	200 542	230 297	276 343
Vote 3 - CORPORATE SERVICES	1 687	3 826	5 492	2 764	3 275	3 275	3 526	3 878	4 266
Vote 4 - PLANNING & DEVELOPMENT	304	556	386	1 048	1 202	1 202	1 322	1 454	1 600
Vote 5 - COMMUNITY & SOCIAL SERVICES	24 473	25 524	45 624	53 806	51 979	51 979	56 459	63 782	74 107
Vote 6 - INFRASTRUCTURE & DEVELOPMENT	225 577	236 912	308 215	200 843	194 101	194 101	216 716	242 853	288 985
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
Total Revenue by Vote	375 341	396 961	511 424	461 647	438 463	438 463	484 609	542 264	645 300
Expenditure by Vote to be appropriated									
Vote 1 - EXECUTIVE & COUNCIL	22 989	23 949	26 458	27 843	37 338	37 338	37 238	32 878	34 654
Vote 2 - BUDGET & TREASURY OFFICE	44 688	52 739	47 820	112 207	123 170	123 170	134 620	137 636	145 015
Vote 3 - CORPORATE SERVICES	26 523	39 164	39 132	32 554	34 167	34 167	32 067	33 799	35 624
Vote 4 - PLANNING & DEVELOPMENT	4 041	3 527	13 567	17 578	17 831	17 831	19 591	14 634	15 411
Vote 5 - COMMUNITY & SOCIAL SERVICES	66 113	72 917	95 558	98 250	108 761	108 761	120 495	127 001	133 860
Vote 6 - INFRASTRUCTURE & DEVELOPMENT	232 876	211 497	249 480	197 774	196 829	196 829	203 990	210 054	221 308
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	397 230	403 793	472 015	486 206	518 096	518 096	548 002	556 003	585 871
Surplus/(Deficit) for the year	(21 890)	(6 832)	39 409	(24 559)	(79 633)	(79 633)	(63 393)	(13 739)	59 429

Explanatory notes to Table A3 - Budgeted Financial Performance (revenue and expenditure by municipal vote)

1. Table A3 is a view of the budgeted financial performance in relation to the revenue and expenditure per municipal vote. This table facilitates the view of the budgeted operating performance in relation to the organisational structure of the municipality. This means it is possible to present the operating surplus or deficit of a vote.





Vote Description	2009/10	2010/11	2011/12	Current Year 2012/13			2013/14 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
R thousand									
Revenue by Vote									
Vote 1 - EXECUTIVE & COUNCIL	-	-	-	-	7 737	7 737	6 044	-	-
1.1 - Mayor & Council									
1.2 - Office of the Speaker									
1.3 - Office of the Chief Whipp									
1.4 - Municipal Manager				-	7 737	7 737	6 044	-	-
Vote 2 - BUDGET & TREASURY OFFICE	123 301	130 144	151 707	203 186	180 170	180 170	200 542	230 297	276 343
2.1 - Finance	14 441	7 242	5 096	4 642	4 625	4 625	5 088	5 596	6 156
2.2 - Assessment Rates	107 625	121 151	144 572	196 244	173 244	173 244	193 015	222 166	267 570
2.3 - Finance Management Grant (FMG)	500	1 000	1 250	1 500	1 500	1 500	1 550	1 600	1 650
2.4 - Municipal Systems Improvement Grant (MSIG)	735	750	790	800	800	800	890	934	967
Vote 3 - CORPORATE SERVICES	1 687	3 826	5 492	2 764	3 275	3 275	3 526	3 878	4 266
3.1 - Corporate Services	1 146	265	2 967	672	788	788	866	953	1 048
3.2 - Property Services	541	3 561	2 525	2 093	2 488	2 488	2 659	2 925	3 218
Vote 4 - PLANNING & DEVELOPMENT	304	556	386	1 048	1 202	1 202	1 322	1 454	1 600
4.1 - Town Planning	304	556	386	1 048	1 202	1 202	1 322	1 454	1 600
4.2 - Local Economic Development (LED)									
4.3 - Intergrated Development Planning (IDP)									
4.4 - Performance Management Services									
Vote 5 - COMMUNITY & SOCIAL SERVICES	24 473	25 524	45 624	53 806	51 979	51 979	56 459	63 782	74 107
5.1 - Socio Economic & Development (Licencing & Reg	-	46	4	-	997	997			
5.2 - Libraries & Archives	30	122	42	62	32	32	35	39	42
5.3 - Cemeteries	33	23	36	49	39	39	43	48	52
5.4 - Disaster Management	1 096	732	2 873	-	34	34			
5.5 - Protection Services (Police)	373	652	614	1 900	500	500	550	605	666
5.6 - Fire	1	1	2	13	1	1	1	1	1
5.7 - Parks	-	-	-	-	-	-			
5.8 - Nature conservation	117	338	1 232	1 593	1 553	1 553	1 708	1 879	2 067
5.9 - solid waste	15 343	16 538	21 909	26 583	25 217	25 217	28 156	32 648	39 859
5.10 - Vehicle Licensing & Testing	7 480	7 071	18 912	23 605	23 605	23 605	25 966	28 562	31 419
Vote 6 - INFRASTRUCTURE & DEVELOPMENT	225 577	236 912	308 215	200 843	194 101	194 101	216 716	242 853	288 985
6.1 - Civil Administration	-	-			-	-			
6.2 - Sewerage	2 270	4 045	2 754	2 978	2 976	2 976	3 273	3 601	3 961
6.3 - Roads	12 718	720	1 171	48	2	2	3	3	3
6.4 - water Distribution	135 949	86 322	208 294	104 088	99 555	99 555	111 321	123 398	150 265
6.5 - Electricity Distribution	71 510	71 318	92 967	89 646	88 437	88 437	98 061	111 011	129 512
6.6 - Project Management Unit (PMU)	3 129	74 507	3 030	4 083	3 131	3 131	4 058	4 841	5 243
Total Revenue by Vote	375 341	396 961	511 424	461 647	438 463	438 463	484 609	542 264	645 300

Vote Description	2009/10	2010/11	2011/12	Current Year 2012/13			2013/14 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
R thousand									
Expenditure by Vote									
Vote 1 - EXECUTIVE & COUNCIL	22 989	23 949	26 458	27 843	37 338	37 338	37 238	32 878	34 654
1.1 - Mayor & Council	15 908	18 862	18 425	18 159	19 703	19 703	20 399	21 501	22 662
1.2 - Office of the Speaker	1 178	243	1 009	1 542	1 650	1 650	1 667	1 757	1 852
1.3 - Office of the Chief Whip	866	109	517	525	600	600	607	640	674
1.4 - Municipal Manager	5 037	4 735	6 506	7 617	15 385	15 385	14 564	8 980	9 465
Vote 2 - BUDGET & TREASURY OFFICE	44 688	52 739	47 820	112 207	123 170	123 170	134 620	137 636	145 015
2.1 - Finance	43 195	50 989	45 914	103 309	114 272	114 272	125 213	127 758	134 657
2.2 - Assessment Rates	-	-	-	6 598	6 598	6 598	6 967	7 344	7 740
2.3 - Finance Management Grant (FMG)	759	1 000	1 267	1 500	1 500	1 500	1 550	1 600	1 650
2.4 - Municipal Systems Improvement Grant (MSIG)	735	750	638	800	800	800	890	934	967
Vote 3 - CORPORATE SERVICES	26 523	39 164	39 132	32 554	34 167	34 167	32 067	33 799	35 624
3.1 - Corporate Services	21 513	35 428	37 778	30 560	32 174	32 174	29 969	31 587	33 293
3.2 - Property Services	5 010	3 736	1 355	1 993	1 993	1 993	2 098	2 212	2 331
Vote 4 - PLANNING & DEVELOPMENT	4 041	3 527	13 567	17 578	17 831	17 831	19 591	14 634	15 411
4.1 - Town Planning	1 686	1 665	8 492	11 710	11 902	11 902	12 880	7 560	7 955
4.2 - Local Economic Development (LED)	226	1 293	3 463	3 466	3 497	3 497	4 006	4 222	4 450
4.3 - Integrated Development Planning (IDP)	1 474	569	1 299	1 582	1 614	1 614	1 803	1 900	2 003
4.4 - Performance Management Services	655	-	314	820	818	818	903	951	1 003
Vote 5 - COMMUNITY & SOCIAL SERVICES	66 113	72 917	95 558	98 250	108 761	108 761	120 495	127 001	133 860
5.1 - Socio Economic & Development (Licencing & Reg	12 236	14 082	11 147	12 151	12 954	12 954	11 024	11 619	12 246
5.2 - Libraries & Archives	1 132	1 268	1 516	1 702	1 916	1 916	1 951	2 056	2 167
5.3 - Cemeteries	2 123	3 528	3 140	2 917	3 116	3 116	3 005	3 167	3 338
5.4 - Disaster Management	8 632	9 635	16 290	12 396	22 077	22 077	17 669	18 623	19 629
5.5 - Protection Services (Police)	6 220	7 200	7 331	7 169	7 406	7 406	7 840	8 264	8 710
5.6 - Fire	166	238	158	92	90	90	570	601	634
5.7 - Parks	1 883	362	80	111	101	101	101	106	112
5.8 - Nature conservation	4 513	4 628	4 762	5 188	5 302	5 302	8 091	8 528	8 989
5.9 - solid waste	18 860	23 649	32 166	31 708	30 496	30 496	44 514	46 918	49 451
5.10 - Vehicle Licensing & Testing	10 347	8 325	18 968	24 815	25 303	25 303	25 730	27 119	28 584
Vote 6 - INFRASTRUCTURE & DEVELOPMENT	232 876	211 497	249 480	197 774	196 829	196 829	203 990	210 054	221 308
6.1 - Civil Administration	8 138	11 293	10 265	10 476	10 997	10 997	10 941	11 532	12 154
6.2 - Sewerage	2 916	11 303	10 813	2 162	3 274	3 274	3 293	3 471	3 659
6.3 - Roads	9 044	27 305	37 208	20 336	18 695	18 695	20 990	22 123	23 318
6.4 - water Distribution	157 828	98 149	108 355	85 122	85 148	85 148	87 606	87 385	92 015
6.5 - Electricity Distribution	51 811	60 543	79 755	76 115	75 154	75 154	77 544	81 731	86 145
6.6 - Project Management Unit (PMU)	3 139	2 904	3 085	3 564	3 561	3 561	3 616	3 811	4 017
Total Expenditure by Vote	397 230	403 793	472 015	486 206	518 096	518 096	548 002	556 003	585 871
Surplus/(Deficit) for the year	(21 890)	(6 832)	39 409	(24 559)	(79 633)	(79 633)	(63 393)	(13 739)	59 429

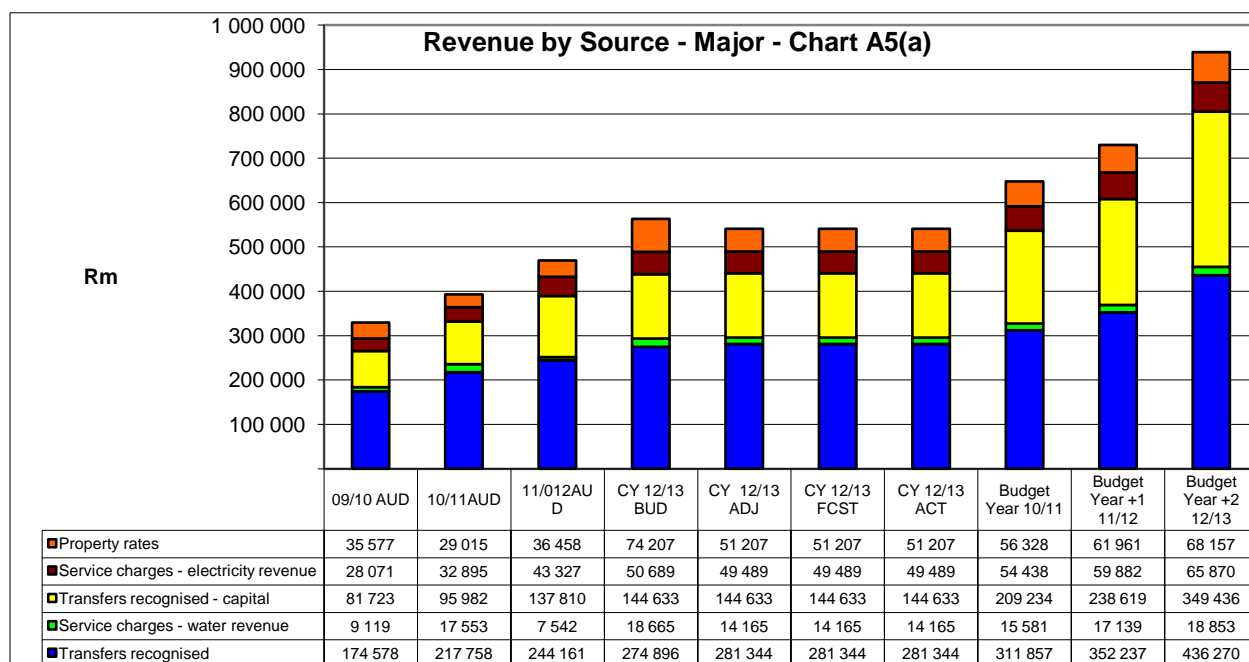
Table A4 - Budgeted Financial Performance (revenue and expenditure)

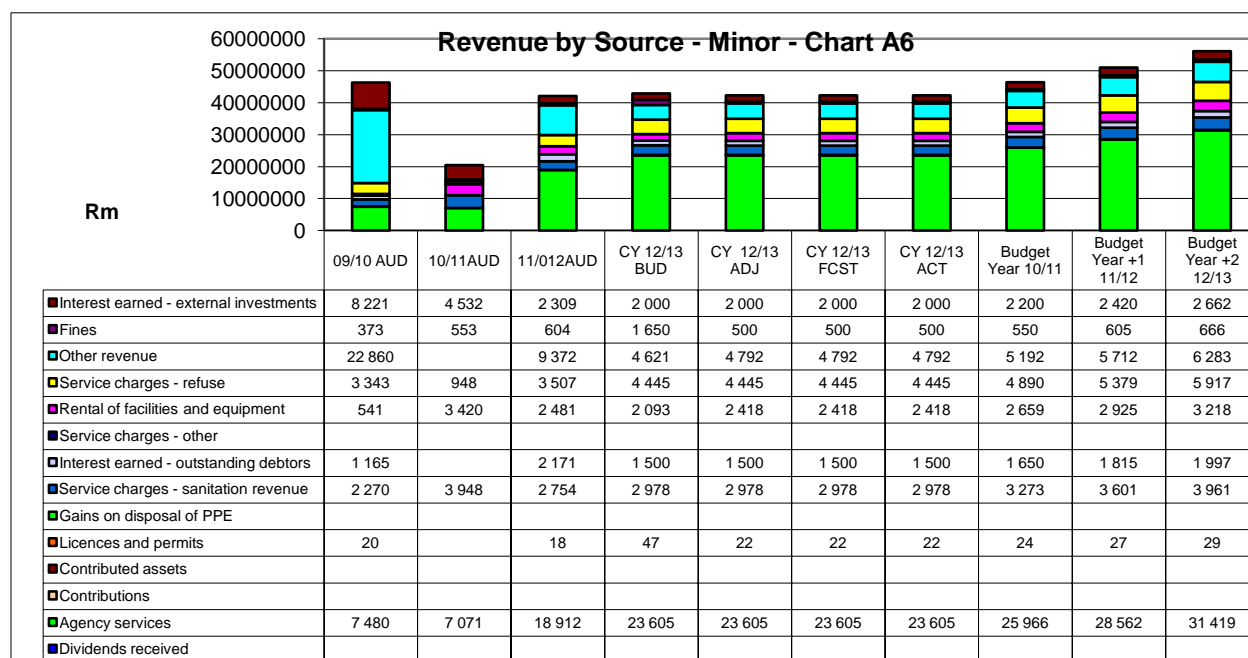
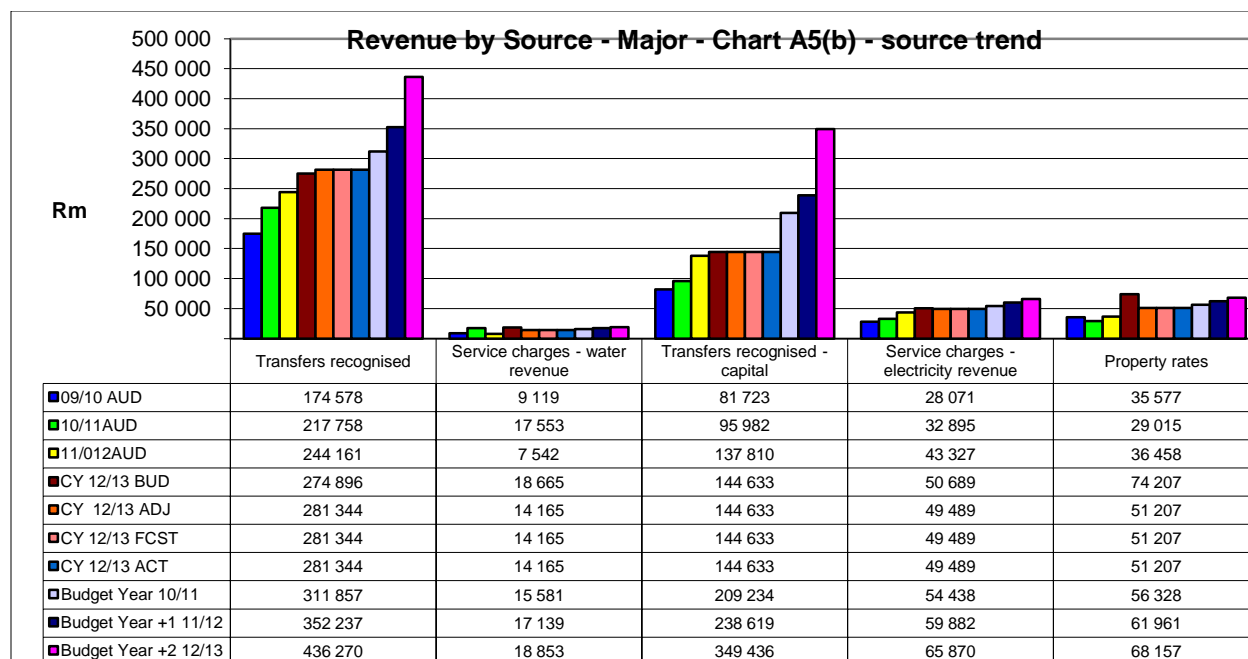
Description	2009/10	2010/11	2011/12	Current Year 2012/13			2013/14 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
R thousand									
Revenue By Source									
Property rates	35 577	29 015	36 458	74 207	51 207	51 207	56 328	61 961	68 157
Property rates - penalties & collection charges									
Service charges - electricity revenue	28 071	32 895	43 327	50 689	49 489	49 489	54 438	59 882	65 870
Service charges - water revenue	9 119	17 553	7 542	18 665	14 165	14 165	15 581	17 139	18 853
Service charges - sanitation revenue	2 270	3 948	2 754	2 978	2 978	2 978	3 273	3 601	3 961
Service charges - refuse revenue	3 343	948	3 507	4 445	4 445	4 445	4 890	5 379	5 917
Service charges - other	–	–	–	250	–	–	–	–	–
Rental of facilities and equipment	541	3 420	2 481	2 093	2 418	2 418	2 659	2 925	3 218
Interest earned - external investments	8 221	4 532	2 309	2 000	2 000	2 000	2 200	2 420	2 662
Interest earned - outstanding debtors	1 165	–	2 171	1 500	1 500	1 500	1 650	1 815	1 997
Dividends received	–	–	–	–	–	–	–	–	–
Fines	373	553	604	1 650	500	500	550	605	666
Licences and permits	20	–	18	47	22	22	24	27	29
Agency services	7 480	7 071	18 912	23 605	23 605	23 605	25 966	28 562	31 419
Transfers recognised - operational	174 578	217 758	244 161	274 896	281 344	281 344	311 857	352 237	436 270
Other revenue	22 860	–	9 372	4 621	4 792	4 792	5 192	5 712	6 283
Gains on disposal of PPE									
Total Revenue (excluding capital transfers and contributions)	293 617	317 693	373 614	461 647	438 465	438 465	484 609	542 264	645 300
Expenditure By Type									
Employee related costs	128 797	162 841	180 219	184 894	197 774	197 774	209 271	214 201	225 768
Remuneration of councillors	13 262	14 107	12 787	17 404	17 422	17 422	18 034	19 008	20 034
Debt impairment	5 445	1 542	7 691	13 175	13 175	13 175	13 913	14 664	15 456
Depreciation & asset impairment	32 583	39 583	59 977	54 720	66 948	66 948	69 168	72 903	76 840
Finance charges	2 707	3 109	2 371	1 420	1 420	1 420	1 499	1 580	1 666
Bulk purchases	41 082	43 229	52 804	62 921	62 721	62 721	66 233	69 810	73 579
Other materials	2 040	134	736	1 085	987	987	1 014	1 069	1 127
Contracted services	5 581	11 024	–	12 578	17 266	17 266	17 505	18 450	19 446
Transfers and grants	–	–	–	6 798	6 798	6 798	7 167	7 555	7 962
Other expenditure	165 734	128 355	–	131 213	133 587	133 587	144 198	136 764	143 993
Loss on disposal of PPE	–	–	–	–	–	–	–	–	–
Total Expenditure	397 230	403 923	316 585	486 206	518 096	518 096	548 002	556 003	585 871
Surplus/(Deficit)	(103 614)	(86 230)	57 029	(24 559)	(79 630)	(79 630)	(63 393)	(13 739)	59 429
Transfers recognised - capital	81 723	95 982	137 810	144 633	144 633	144 633	209 234	238 619	349 436
Contributions recognised - capital	–	–	–	–	–	–	–	–	–
Contributed assets									
Surplus/(Deficit) after capital transfers & contributions	(21 890)	9 752	194 839	120 074	65 002	65 002	145 842	224 881	408 866
Taxation									
Surplus/(Deficit) after taxation	(21 890)	9 752	194 839	120 074	65 002	65 002	145 842	224 881	408 866
Attributable to minorities									
Surplus/(Deficit) attributable to municipality	(21 890)	9 752	194 839	120 074	65 002	65 002	145 842	224 881	408 866
Share of surplus/ (deficit) of associate									
Surplus/(Deficit) for the year	(21 890)	9 752	194 839	120 074	65 002	65 002	145 842	224 881	408 866

Explanatory notes to Table A4 - Budgeted Financial Performance (revenue and expenditure)

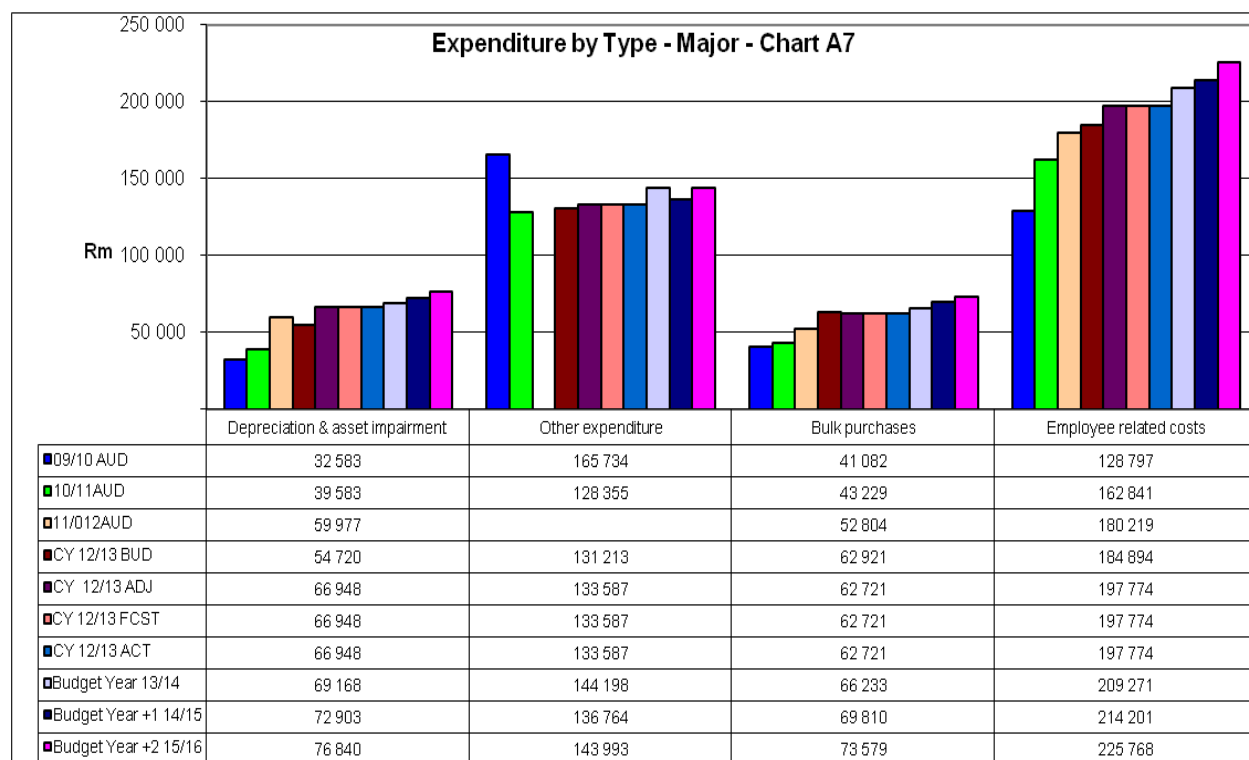
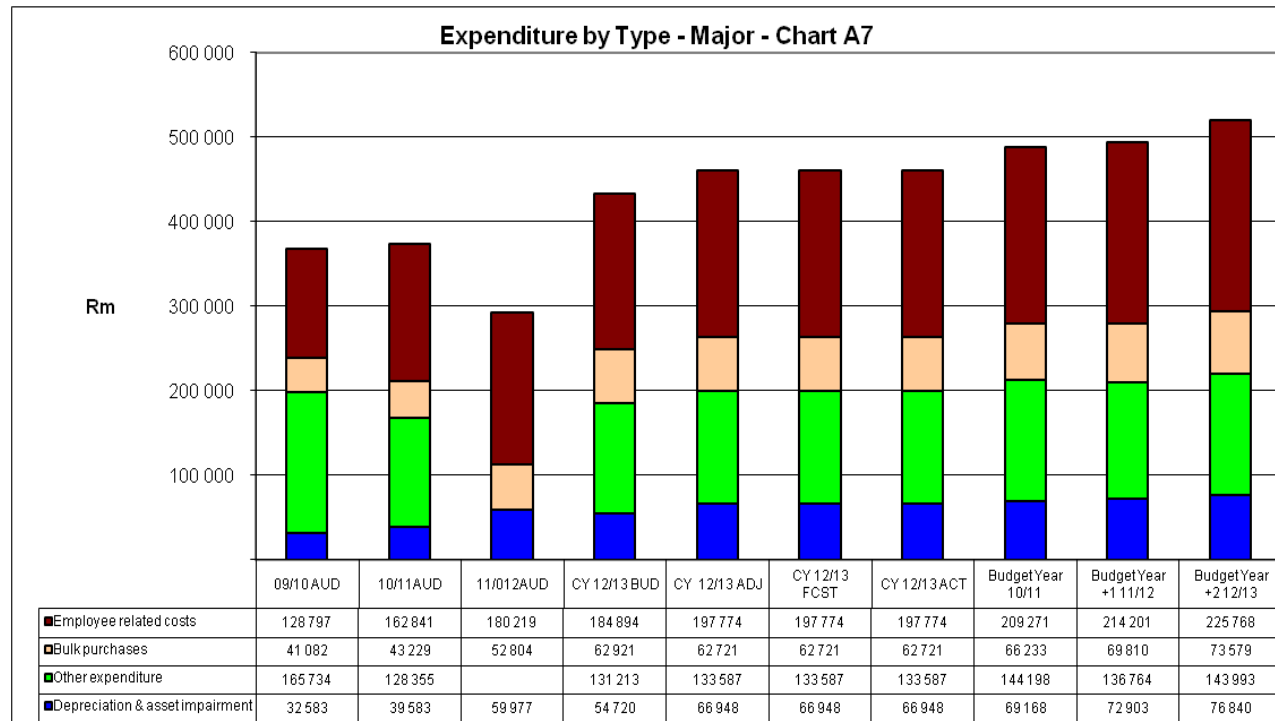
1. Total revenue is R484.6 million in 2013/14 and escalates to R585.8 million by 2015/16. This represents a year-on-year increase of 11.9 per cent for the 2014/15 financial year and 19 per cent for the 2015/16 financial year.
2. Revenue to be generated from property rates is R56.3 million in the 2013/14 financial year and increases to R89.7 million by 2015/16 which represents 12 per cent of the operating revenue base of the municipality. It remains relatively constant over the medium-term and tariff increases have been factored in at 10 per cent, 10 per cent and 10 per cent for each of the respective financial years of the MTREF.

3. Services charges relating to electricity, water, sanitation and refuse removal totals to R78.1 million for the 2013/14 financial year and increasing to R94.6 million by 2015/16. For the 2013/14 financial year services charges amount to 16.1 per cent of the total revenue base and grows by 10 per cent per annum over the medium-term. This growth can mainly be attributed to the increase in the bulk prices of electricity and water.
4. Transfers recognised – operating includes the local government equitable share and other operating grants from national and provincial government. Grants remain a significant funding source for the municipality as it constitute 64.3 per cent of the operating revenue. It needs to be noted that in real terms the grants receipts from national government are growing rapidly over the MTREF by 12.9 per cent and 23.8 per cent for the two outer years
5. The operating revenue can be graphically presented as follows:





6. The following graphs illustrates the major expenditure items per type.



7. Bulk purchases have significantly increased over the 2009/10 to 2015/16 period escalating from R43 million to R67 million. These increases can be attributed to the substantial increase in the cost of bulk electricity of 7 percent from Eskom, coming into effect from 01 July 2013.
8. Depreciation has increased by 94% over the last 6 years due to municipality's increase on capital expenditure.

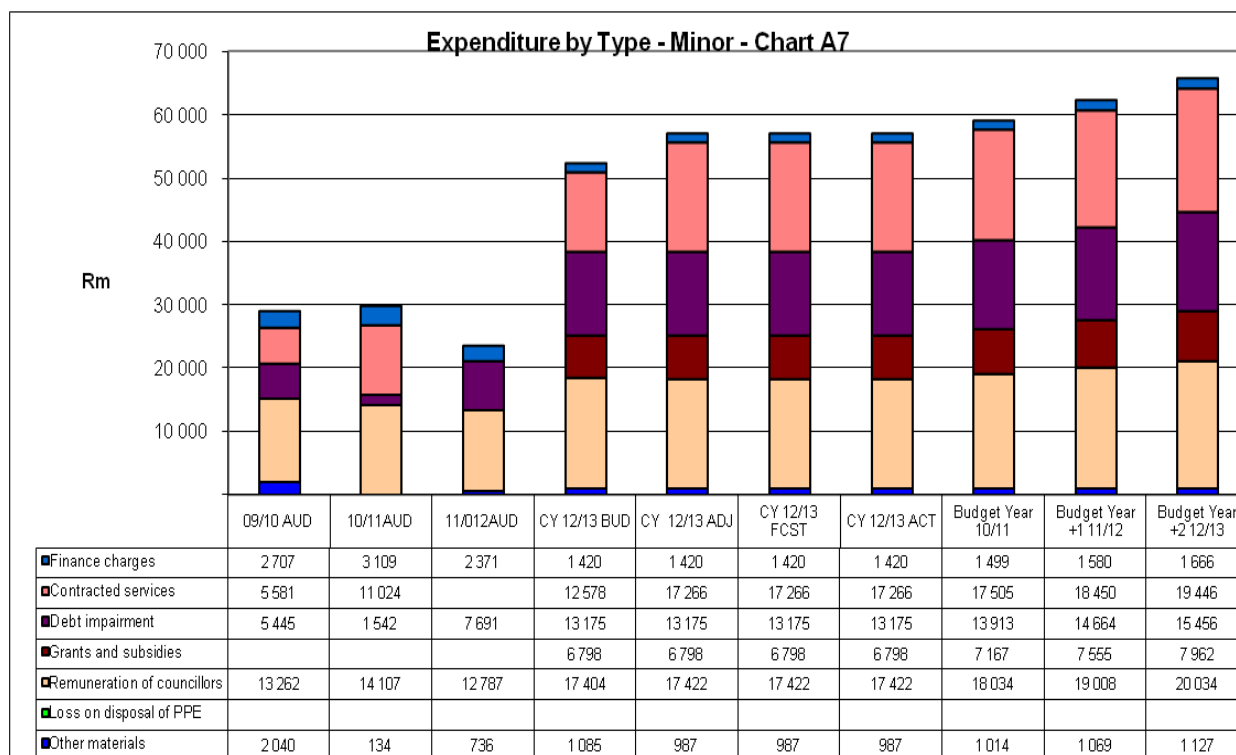


Table A5 - Budgeted Capital Expenditure by vote, standard classification and funding source

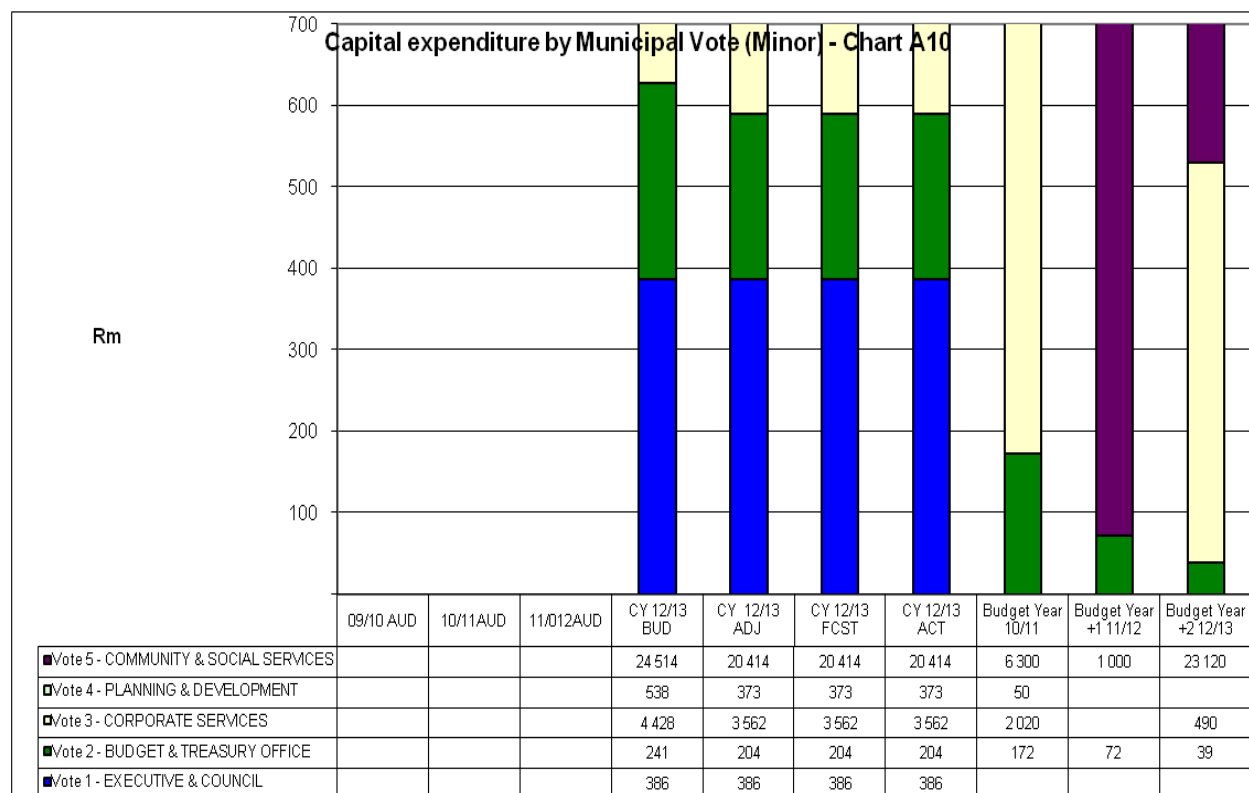
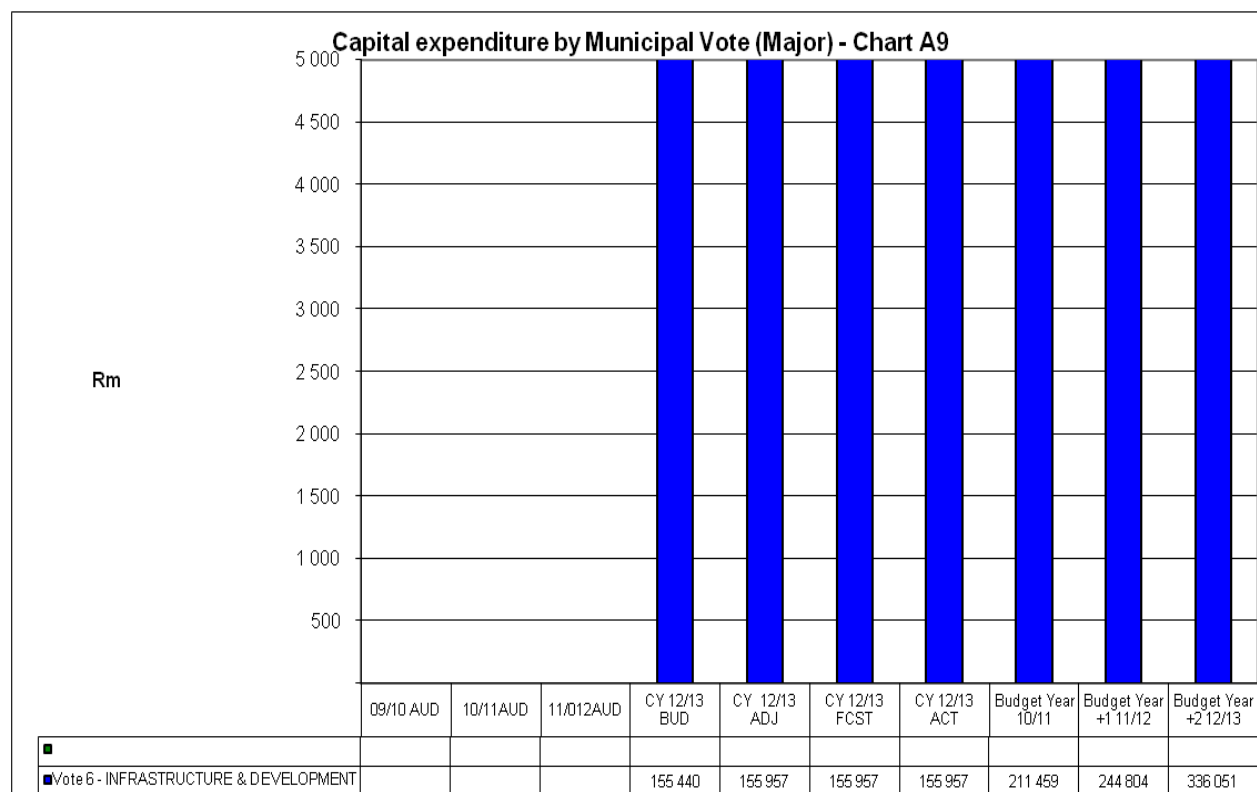
Vote Description	2009/10	2010/11	2011/12	Current Year 2012/13			2013/14 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
R thousand									
Capital expenditure - Vote									
Multi-year expenditure to be appropriated									
Vote 1 - EXECUTIVE & COUNCIL	-	-	-	-	-	-	-	-	-
Vote 2 - BUDGET & TREASURY OFFICE	-	-	-	-	-	-	-	-	-
Vote 3 - CORPORATE SERVICES	-	-	-	600	-	-	-	-	-
Vote 4 - PLANNING & DEVELOPMENT	-	-	-	-	-	-	-	-	-
Vote 5 - COMMUNITY & SOCIAL SERVICES	-	-	-	5 961	4 761	4 761	-	1 000	12 720
Vote 6 - INFRASTRUCTURE & DEVELOPMENT	-	-	-	102 089	105 567	105 567	129 403	101 236	32 662
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
Capital multi-year expenditure sub-total	-	-	-	108 650	110 329	110 329	129 403	102 236	45 382
Single-year expenditure to be appropriated									
Vote 1 - EXECUTIVE & COUNCIL	-	-	-	386	386	386	-	-	-
Vote 2 - BUDGET & TREASURY OFFICE	-	-	-	241	204	204	172	72	39
Vote 3 - CORPORATE SERVICES	-	-	-	3 828	3 562	3 562	2 020	-	490
Vote 4 - PLANNING & DEVELOPMENT	-	-	-	538	373	373	50	-	-
Vote 5 - COMMUNITY & SOCIAL SERVICES	-	-	-	18 552	15 652	15 652	6 300	-	10 400
Vote 6 - INFRASTRUCTURE & DEVELOPMENT	-	-	-	53 352	50 390	50 390	82 056	143 569	303 389
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
Capital single-year expenditure sub-total	-	-	-	76 897	70 566	70 566	90 598	143 641	314 318
Total Capital Expenditure - Vote	-	-	-	185 547	180 895	180 895	220 001	245 876	359 700
Capital Expenditure - Standard									
Governance and administration	13 090	1 679	2 975	5 055	4 152	4 152	2 192	72	529
Executive and council	114	362	176	386	386	386	-	-	-
Budget and treasury office	12 712	236	747	241	204	204	172	72	39
Corporate services	264	1 081	2 052	4 428	3 562	3 562	2 020	-	490
Community and public safety	2 106	892	380	1 668	518	518	200	-	2 400
Community and social services	1 951	840	10	663	513	513	200	-	400
Sport and recreation	-	27	-	-	-	-	-	-	2 000
Public safety	155	24	370	1 005	5	5	-	-	-
Housing	-	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-	-
Economic and environmental services	20 075	41 797	49 945	26 756	27 150	27 150	56 315	73 042	81 105
Planning and development	1 008	5 216	4 131	11 541	11 126	11 126	5 050	-	8 000
Road transport	18 011	35 719	45 814	14 354	15 164	15 164	51 265	73 042	73 105
Environmental protection	1 055	863	-	860	860	860	-	-	-
Trading services	94 955	72 345	59 778	152 069	149 076	149 076	161 294	172 763	275 666
Electricity	15 270	7 850	8 075	26 830	29 908	29 908	25 875	16 200	19 200
Water	79 316	59 676	44 502	105 042	101 671	101 671	119 419	137 563	223 746
Waste water management	369	2 375	7 201	10 000	10 000	10 000	15 000	18 000	20 000
Waste management	-	2 444	-	10 197	7 497	7 497	1 000	1 000	12 720
Other									
Total Capital Expenditure - Standard	130 226	116 712	113 077	185 547	180 895	180 895	220 001	245 876	359 700
Funded by:									
National Government	81 724	79 893	122 675	144 633	152 359	152 359	209 234	238 619	349 436
Provincial Government	-	-	-	-	-	-	-	-	-
District Municipality	-	-	-	-	-	-	-	-	-
Other transfers and grants	-	-	-	-	-	-	-	-	-
Transfers recognised - capital	81 724	79 893	122 675	144 633	152 359	152 359	209 234	238 619	349 436
Public contributions & donations									
Borrowing									
Internally generated funds	48 502	36 819	-	40 914	28 536	28 536	10 767	7 257	10 264
Total Capital Funding	130 226	116 712	122 675	185 547	180 895	180 895	220 001	245 876	359 700

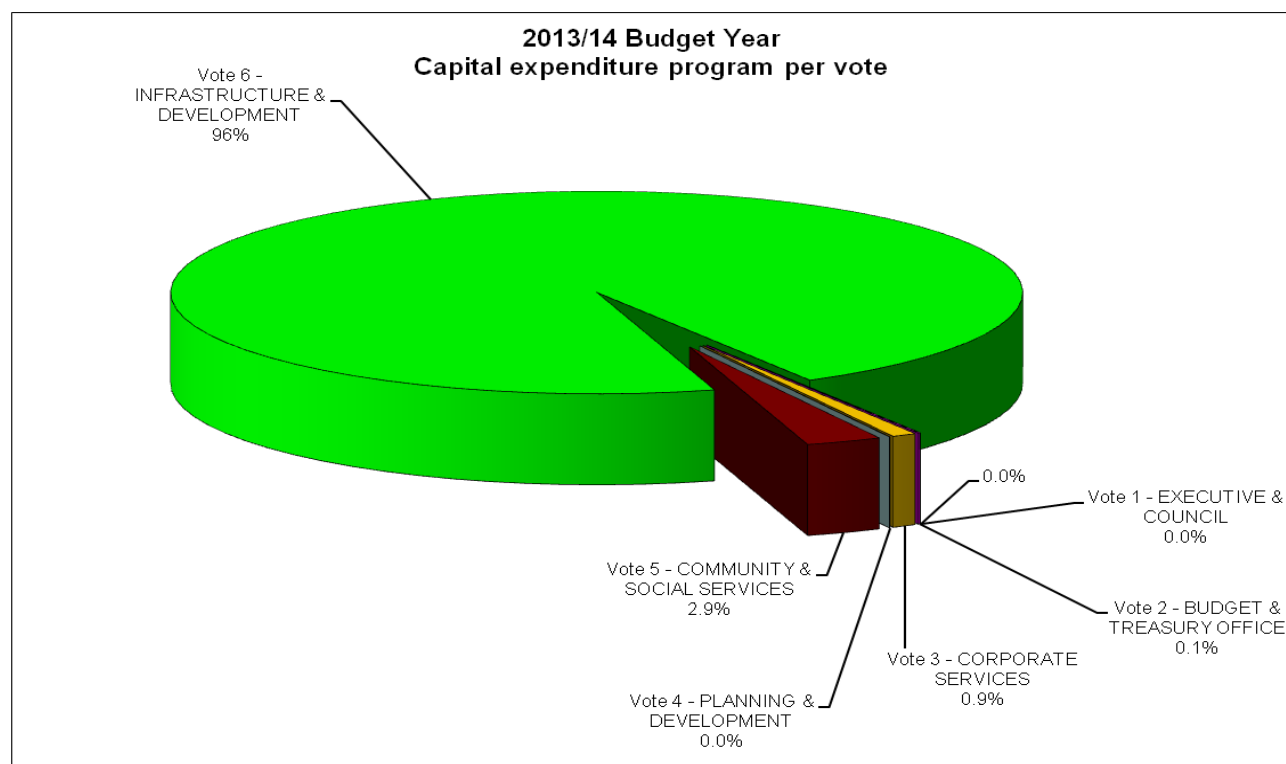
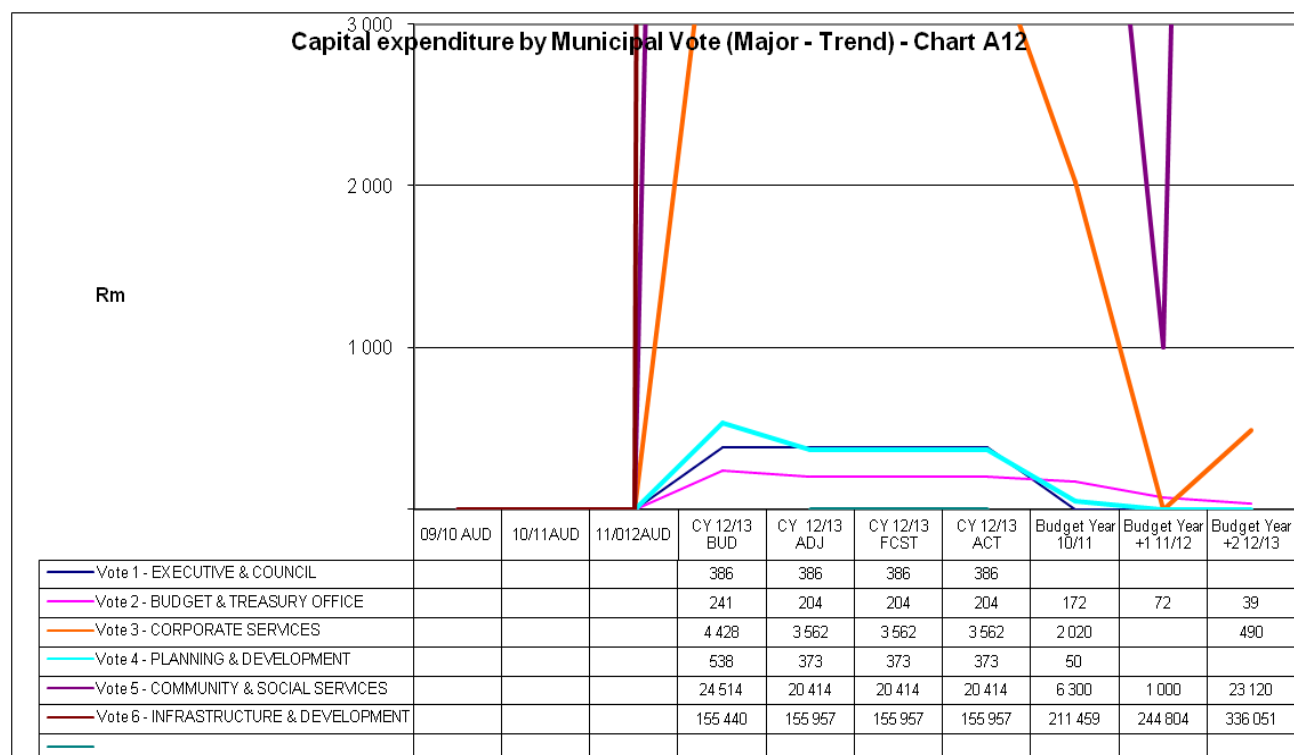
Explanatory notes to Table A5 - Budgeted Capital Expenditure by vote, standard classification and funding source

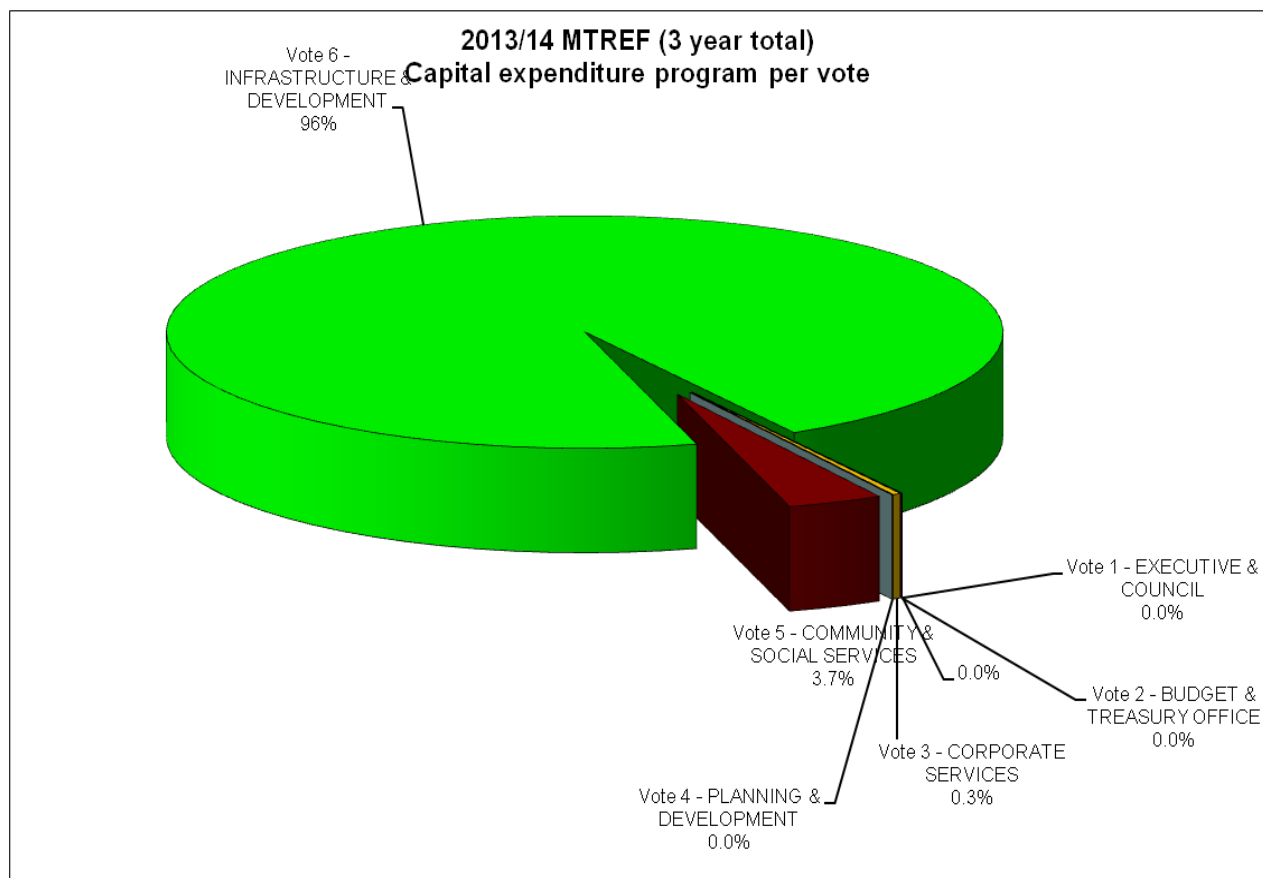
1. Table A5 is a breakdown of the capital programme in relation to capital expenditure by municipal vote (multi-year and single-year appropriations); capital expenditure by standard classification; and the funding sources necessary to fund the capital budget, including information on capital transfers from national and provincial departments.
2. The MFMA provides that a municipality may approve multi-year or single-year capital budget appropriations. In relation to multi-year appropriations, for 2013/14 R129.4 million has been allocated of the total R220 million capital budget, which totals 58.8 per cent. This allocation flattens to R102.2 million in 2014/15 and R45.4 million in 2015/16 owing primarily to the fact that various projects reach completion.
3. Single-year capital expenditure has been appropriated at R90.5 million for the 2013/14 financial year and escalates over the MTREF at levels of R143.6 million and R314.3 million respectively for the two outer years.

Vote Description	2009/10	2010/11	2011/12	Current Year 2012/13			2013/14 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
R thousand									
Capital expenditure - Municipal Vote									
Multi-year expenditure appropriation									
Vote 3 - CORPORATE SERVICES	-	-	-	600	-	-	-	-	-
3.1 - Corporate Services							-	-	-
3.2 - Property Services				600	-	-	-	-	-
Vote 4 - PLANNING & DEVELOPMENT	-	-	-	-	-	-	-	-	-
4.1 - Town Planning							-	-	-
4.2 - Local Economic Development (LED)							-	-	-
4.3 - Integrated Development Planning (IDP)							-	-	-
4.4 - Performance Management Services							-	-	-
Vote 5 - COMMUNITY & SOCIAL SERVICES	-	-	-	5 961	4 761	4 761	-	1 000	12 720
5.1 - Socio Economic & Development (Licencing & Regulation)				4 761	4 761	4 761	-	-	-
5.2 - Libraries & Archives				-	-	-	-	-	-
5.3 - Cemeteries				-	-	-	-	-	-
5.4 - Disaster Management				-	-	-	-	-	-
5.5 - Protection Services (Police)				-	-	-	-	-	-
5.6 - Fire				-	-	-	-	-	-
5.7 - Parks				-	-	-	-	-	-
5.8 - Nature conservation				-	-	-	-	-	-
5.9 - solid waste				1 200	-	-	-	1 000	12 720
5.10 - Vehicle Licensing & Testing				-	-	-	-	-	-
Vote 6 - INFRASTRUCTURE & DEVELOPMENT	-	-	-	102 089	105 567	105 567	129 403	101 236	32 662
6.1 - Civil Administration				-	-	-	-	-	-
6.2 - Sewerage				10 000	10 000	10 000	15 000	18 000	20 000
6.3 - Roads				9 988	10 818	10 818	34 125	44 658	2 662
6.4 - water Distribution				82 101	84 749	84 749	80 278	38 578	10 000
6.5 - Electricity Distribution				-	-	-	-	-	-
6.6 - Project Management Unit (PMU)				-	-	-	-	-	-
Capital multi-year expenditure sub-total	-	-	-	108 650	110 329	110 329	129 403	102 236	45 382

Vote Description R thousand	2009/10	2010/11	2011/12	Current Year 2012/13			2013/14 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
Capital expenditure - Municipal Vote									
Single-year expenditure appropriation									
Vote 1 - EXECUTIVE & COUNCIL	-	-	-	386	386	386	-	-	-
1.1 - Mayor & Council				58	58	58			
1.2 - Office of the Speaker				328	328	328			
1.3 - Office of the Chief Whip				-	-	-			
1.4 - Municipal Manager				-	-	-			
Vote 2 - BUDGET & TREASURY OFFICE	-	-	-	241	204	204	172	72	39
2.1 - Finance				241	204	204	172	72	39
2.2 - Assessment Rates				-	-	-			
2.3 - Finance Management Grant (FMG)				-	-	-			
2.4 - Municipal Systems Improvement Grant (MSIG)				-	-	-			
Vote 3 - CORPORATE SERVICES	-	-	-	3 828	3 562	3 562	2 020	-	490
3.1 - Corporate Services				3 828	3 562	3 562	2 020	-	490
3.2 - Property Services									
Vote 4 - PLANNING & DEVELOPMENT	-	-	-	538	373	373	50	-	-
4.1 - Town Planning				30	30	30			
4.2 - Local Economic Development (LED)				493	313	313	50	-	-
4.3 - Intergrated Development Planning (IDP)				15	30	30			
4.4 - Performance Management Services				-	-	-			
Vote 5 - COMMUNITY & SOCIAL SERVICES	-	-	-	18 552	15 652	15 652	6 300	-	10 400
5.1 - Socio Economic & Development (Licencing & Regulation)				6 062	5 812	5 812	5 000	-	8 000
5.2 - Libraries & Archives					-	-			
5.3 - Cemeteries				663	513	513	200	-	400
5.4 - Disaster Management					-	-			
5.5 - Protection Services (Police)					-	-			
5.6 - Fire				1 005	5	5	-	-	2 000
5.7 - Parks					-	-			
5.8 - Nature conservation				860	860	860			
5.9 - solid waste				8 997	7 497	7 497	1 000	-	-
5.10 - Vehicle Licensing & Testing				966	966	966	100	-	-
Vote 6 - INFRASTRUCTURE & DEVELOPMENT	-	-	-	53 352	50 390	50 390	82 056	143 569	303 389
6.1 - Civil Administration				180	180	180			
6.2 - Sewerage				-	-	-			
6.3 - Roads				3 400	3 380	3 380	17 040	28 384	70 443
6.4 - water Distribution				22 942	16 922	16 922	39 141	98 985	213 746
6.5 - Electricity Distribution				26 830	29 908	29 908	25 875	16 200	19 200
6.6 - Project Management Unit (PMU)					-	-			
Capital single-year expenditure sub-total	-	-	-	76 897	70 566	70 566	90 598	143 641	314 318
Total Capital Expenditure	-	-	-	185 547	180 895	180 895	220 001	245 876	359 700







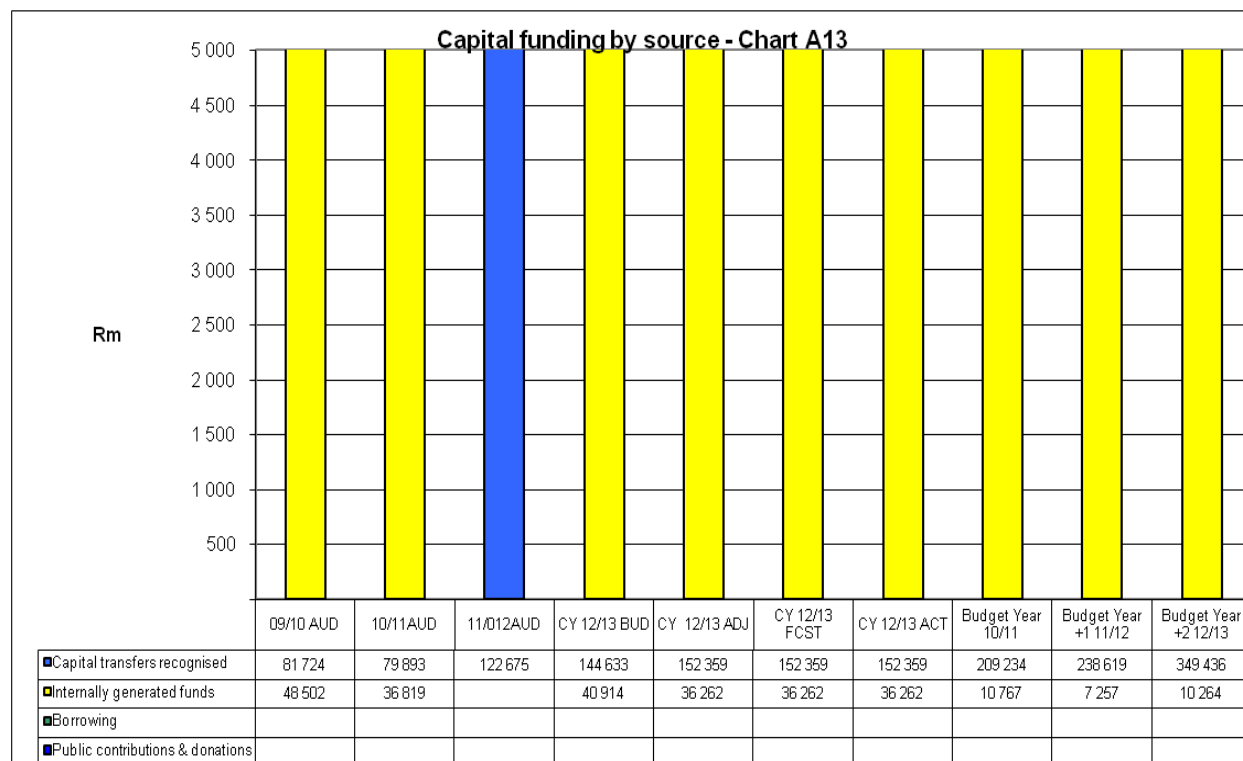


Table A6 - Budgeted Financial Position

Description	2009/10	2010/11	2011/12	Current Year 2012/13				2013/14 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
R thousand										
ASSETS										
Current assets										
Cash	13 107	4 946	12 506	51 857	1 856	1 856	1 856	1 000	1 040	1 082
Call investment deposits	35 000	5 000	5 000	5 000	5 000	5 000	5 000	60 000	45 000	207 065
Consumer debtors	23 731	29 869	—	35 211	35 211	35 211	35 211	25 312	41 473	39 076
Other debtors	18 744	9 805	5 643	4 452	4 452	4 452	4 452	4 631	4 816	5 008
Current portion of long-term receivables										
Inventory	282	623	881	660	660	660	660	695	733	773
Total current assets	90 864	50 243	24 030	97 181	47 180	47 180	47 180	91 638	93 062	253 003
Non current assets										
Long-term receivables										
Investments										
Investment property	8 168	37 937	37 937	37 937	37 937	37 937	37 937	37 937	37 937	37 937
Investment in Associate										
Property, plant and equipment	734 582	1 187 592	—	1 276 822	1 346 621	1 346 621	1 323 985	1 360 544	1 585 116	1 834 976
Agricultural										
Biological										
Intangible	574	152	191	66	66	66	66	33		6
Other non-current assets										
Total non current assets	743 323	1 225 681	38 128	1 314 825	1 384 624	1 384 624	1 361 988	1 398 514	1 623 054	1 872 920
TOTAL ASSETS	834 187	1 275 924	62 158	1 412 006	1 431 804	1 431 804	1 409 168	1 490 152	1 716 116	2 125 923
LIABILITIES										
Current liabilities										
Bank overdraft		12 986	16 025	—	16 025	16 025	16 025			
Borrowing	2 524	2 617	—	499	499	499	499	974	566	472
Consumer deposits										
Trade and other payables	85 273	60 257	7 811	30 504	110 225	110 225	110 225	37 286	38 163	38 424
Provisions	567	22 582	8 874	12 885	12 885	12 885	12 885	9 808	10 338	10 896
Total current liabilities	88 365	98 443	32 710	43 887	139 632	139 632	139 632	48 069	49 066	49 793
Non current liabilities										
Borrowing	7 439	5 359	—	2 991	2 991	2 991	2 991	2 709	2 142	1 670
Provisions	—	—	—	12 885	12 885	12 885	12 885	12 076	12 728	13 416
Total non current liabilities	7 439	5 359	—	15 876	15 876	15 876	15 876	14 785	14 871	15 086
TOTAL LIABILITIES	95 804	103 801	32 710	59 763	155 508	155 508	155 508	62 854	63 937	64 879
NET ASSETS	738 383	1 172 123	29 449	1 352 243	1 276 296	1 276 296	1 253 660	1 427 298	1 652 179	2 061 044
COMMUNITY WEALTH/EQUITY										
Accumulated Surplus/(Deficit)	738 383	1 172 129	1 216 454	1 054 734	1 289 181	1 289 181	1 289 181	1 427 298	1 652 179	2 061 044
Reserves	—	—	—	—	—	—	—	—	—	—
Minorities' interests										
TOTAL COMMUNITY WEALTH/EQUITY	738 383	1 172 129	1 216 454	1 054 734	1 289 181	1 289 181	1 289 181	1 427 298	1 652 179	2 061 044

Explanatory notes to Table A6 - Budgeted Financial Position

1. Table A6 is consistent with international standards of good financial management practice, and improves understandability for councilors and management of the impact of the budget on the statement of financial position (balance sheet).
2. This format of presenting the statement of financial position is aligned to GRAP1, which is generally aligned to the international version which presents Assets less Liabilities as “accounting” Community Wealth. The order of items within each group illustrates items in order of liquidity; i.e. assets readily converted to cash, or liabilities immediately required to be met from cash, appear first.
3. Table A6 is supported by an extensive table of notes (SA3 which can be found on page 90) providing a detailed analysis of the major components of a number of items, including:
 - ✓ Call investments deposits;
 - ✓ Consumer debtors;
 - ✓ Property, plant and equipment;
 - ✓ Trade and other payables;
 - ✓ Provisions non current;
 - ✓ Changes in net assets; and
 - ✓ Reserves
4. The municipal equivalent of equity is Community Wealth/Equity. The justification is that ownership and the net assets of the municipality belong to the community.

Table A7 - Budgeted Cash Flow Statement

Description	2009/10	2010/11	2011/12	Current Year 2012/13			2013/14 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
R thousand									
CASH FLOW FROM OPERATING ACTIVITIES									
Receipts									
Ratepayers and other	84 486	86 338	129 436	183 251	140 564	140 564	154 990	171 129	188 916
Government - operating	184 805	217 758	248 266	274 896	281 267	281 267	311 857	352 237	436 270
Government - capital	98 254	74 507	137 810	144 633	152 359	152 359	209 234	238 619	349 436
Interest	8 957	4 532	2 309	2 000	2 000	2 000	2 200	2 420	2 662
Dividends	-	-	-	-	-	-	-	-	-
Payments									
Suppliers and employees	(333 856)	(312 645)	(397 431)	(423 268)	(451 158)	(451 158)	(456 254)	(459 301)	(483 947)
Finance charges	(987)	(2 580)	(2 003)	(1 420)	(1 420)	(1 420)	(1 499)	(1 580)	(1 666)
Transfers and Grants	-	-	(61)	(200)	(200)	(200)	(200)	(211)	(222)
NET CASH FROM/(USED) OPERATING ACTIVITIES	41 659	67 909	118 325	179 892	123 413	123 413	220 327	303 312	491 449
CASH FLOWS FROM INVESTING ACTIVITIES									
Receipts									
Proceeds on disposal of PPE									
Decrease (Increase) in non-current debtors									
Decrease (increase) other non-current receivables									
Decrease (increase) in non-current investments									
Payments									
Capital assets	(93 030)	(116 712)	(113 077)	(185 547)	(180 895)	(180 895)	(185 326)	(217 876)	(326 700)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(93 030)	(116 712)	(113 077)	(185 547)	(180 895)	(180 895)	(185 326)	(217 876)	(326 700)
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts									
Short term loans									
Borrowing long term/refinancing									
Increase (decrease) in consumer deposits									
Payments									
Repayment of borrowing	(2 681)	(2 456)	(1 889)	(1 148)	(1 148)	(1 148)	(2 709)	(2 142)	(1 670)
NET CASH FROM/(USED) FINANCING ACTIVITIES	(2 681)	(2 456)	(1 889)	(1 148)	(1 148)	(1 148)	(2 709)	(2 142)	(1 670)
NET INCREASE/ (DECREASE) IN CASH HELD	(54 052)	(51 260)	3 359	(6 803)	(58 630)	(58 630)	32 292	83 294	163 079
Cash/cash equivalents at the year begin:	102 273	48 220	(3 040)	(11 888)	(11 888)	(11 888)	(70 518)	(38 226)	45 068
Cash/cash equivalents at the year end:	48 220	(3 040)	319	(18 691)	(70 518)	(70 518)	(38 226)	45 068	208 147

1. The budgeted cash flow statement shows the expected level of cash in-flow versus cash out-flows that is likely to result from the implementation of the budget.
2. It can be seen that the is currently operating at a deficit , this unsustainable cash position had to be addressed as a matter of urgency and various interventions needs to implemented such as the reduction of expenditure allocations and implementation of the revenue enhancement strategy.

Table A8 - Cash Backed Reserves/Accumulated Surplus Reconciliation

MP324 Nkomazi - Table A8 Cash backed reserves/accumulated surplus reconciliation

Description R thousand	2009/10	2010/11	2011/12	Current Year 2012/13			2013/14 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
Cash and investments available									
Cash/cash equivalents at the year end	48 220	(3 040)	319	(18 691)	(70 518)	(70 518)	(38 226)	45 068	208 147
Other current investments > 90 days	(113)	(1)	1 162	75 548	61 350	61 350	99 226	972	(162 065)
Non current assets - Investments	-	-	-	-	-	-	-	-	-
Cash and investments available:	48 107	(3 040)	1 481	56 857	(9 168)	(9 168)	61 000	46 040	46 082
Application of cash and investments									
Unspent conditional transfers	25 564	16 975	7 811	-	-	-	-	-	-
Unspent borrowing	-	-	-	-	-	-	-	-	-
Statutory requirements	-	-	-	-	-	-	-	-	-
Other working capital requirements	27 327	7 377	(5 745)	(8 838)	74 283	74 283	(2 647)	(6 259)	(10 968)
Other provisions	-	-	-	-	-	-	-	-	-
Long term investments committed	-	-	-	-	-	-	-	-	-
Reserves to be backed by cash/investments	-	-	-	-	-	-	-	-	-
Total Application of cash and investments:	52 891	24 353	2 066	(8 838)	74 283	74 283	(2 647)	(6 259)	(10 968)
Surplus(shortfall)	(4 784)	(27 393)	(585)	65 695	(83 451)	(83 451)	63 647	52 299	57 049

Explanatory notes to Table A8 - Cash Backed Reserves/Accumulated Surplus Reconciliation

1. The cash backed reserves/accumulated surplus reconciliation is aligned to the requirements of MFMA Circular 42 – Funding a Municipal Budget.
2. In essence the table evaluates the funding levels of the budget by firstly forecasting the cash and investments at year end and secondly reconciling the available funding to the liabilities/commitments that exist.
3. The outcome of this exercise would either be a surplus or deficit. A deficit would indicate that the applications exceed the cash and investments available and would be indicative of non-compliance with the MFMA requirements that the municipality's budget must be "funded".
4. Non-compliance with section 18 of the MFMA is assumed because a shortfall would indirectly indicate that the annual budget is not appropriately funded.

Table A9 - Asset Management

Description	2009/10	2010/11	2011/12	Current Year 2012/13			2013/14 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
R thousand									
CAPITAL EXPENDITURE									
Total New Assets	61 003	67 005	64 990	52 956	54 588	54 588	61 042	148 760	203 067
Infrastructure - Road transport	—	18 484	45 253	—	—	—	8 000	45 704	70 293
Infrastructure - Electricity	14 792	7 850	—	14 600	18 848	18 848	21 175	11 500	14 500
Infrastructure - Water	32 342	23 259	11 104	14 042	14 042	14 042	10 300	54 300	74 290
Infrastructure - Sanitation	—	2 375	—	10 000	10 000	10 000	—	—	—
Infrastructure - Other	—	—	347	1 200	—	—	1 000	19 000	12 720
Infrastructure	47 134	51 967	56 703	39 842	42 890	42 890	40 475	130 504	171 802
Community	131	—	—	—	—	—	20 000	18 000	28 000
Heritage assets	—	—	—	—	—	—	—	—	—
Investment properties	—	—	—	—	—	—	—	—	—
Other assets	13 738	15 038	8 286	13 114	11 698	11 698	534	257	3 258
Agricultural Assets	—	—	—	—	—	—	—	—	—
Biological assets	—	—	—	—	—	—	—	—	—
Intangibles	—	—	—	—	—	—	33	—	6
Total Renewal of Existing Assets	69 223	49 708	48 088	129 291	125 007	125 007	158 959	120 116	156 634
Infrastructure - Road transport	1 550	17 059	—	12 988	12 988	12 988	43 125	27 338	2 662
Infrastructure - Electricity	—	—	11	11 000	9 838	9 838	4 700	4 700	4 700
Infrastructure - Water	64 128	28 991	37 290	88 601	86 079	86 079	108 934	88 078	149 272
Infrastructure - Sanitation	556	—	6 523	—	—	—	—	—	—
Infrastructure - Other	1 970	—	—	5 868	5 868	5 868	—	—	—
Infrastructure	68 203	46 050	43 823	118 456	114 772	114 772	156 759	120 116	156 634
Community	211	3 658	3 642	10 234	10 234	10 234	200	—	—
Heritage assets	—	—	—	—	—	—	—	—	—
Investment properties	—	—	—	—	—	—	—	—	—
Other assets	808	—	622	600	—	—	2 000	—	—
Agricultural Assets	—	—	—	—	—	—	—	—	—
Biological assets	—	—	—	—	—	—	—	—	—
Intangibles	—	—	—	—	—	—	—	—	—
Total Capital Expenditure	1 550	35 543	45 253	12 988	12 988	12 988	51 125	73 042	72 955
Infrastructure - Road transport	14 792	7 850	11	25 600	28 686	28 686	25 875	16 200	19 200
Infrastructure - Electricity	96 469	52 250	48 393	102 642	100 121	100 121	119 234	142 378	223 561
Infrastructure - Water	556	2 375	10 000	10 000	10 000	10 000	—	—	—
Infrastructure - Sanitation	1 970	—	347	7 068	5 868	5 868	1 000	19 000	12 720
Infrastructure - Other	115 337	98 017	100 527	158 298	157 662	157 662	197 234	250 619	328 436
Infrastructure	342	3 658	3 642	10 234	10 234	10 234	20 200	18 000	28 000
Community	—	—	—	—	—	—	—	—	—
Heritage assets	—	—	—	—	—	—	—	—	—
Investment properties	—	—	—	—	—	—	—	—	—
Other assets	14 546	15 038	8 909	13 714	11 698	11 698	2 534	257	3 258
Agricultural Assets	—	—	—	—	—	—	—	—	—
Biological assets	—	—	—	—	—	—	—	—	—
Intangibles	—	—	—	—	—	—	33	—	6
TOTAL CAPITAL EXPENDITURE - Asset class	130 226	116 712	113 077	182 247	179 595	179 595	220 001	268 876	359 700
ASSET REGISTER SUMMARY - PPE (WDV)									
Infrastructure - Road transport	114 286	133 961	154 744	170 774	170 774	170 774	208 741	267 913	326 249
Infrastructure - Electricity	56 545	56 248	57 241	89 110	89 110	89 110	112 405	125 887	142 221
Infrastructure - Water	386 528	418 613	446 419	566 363	560 863	560 863	642 716	745 695	927 729
Infrastructure - Sanitation	5 552	8 617	21 248	18 750	17 550	17 550	17 394	17 229	17 056
Infrastructure - Other	11 095	4 800	—	24 855	24 855	24 855	25 740	44 618	57 210
Infrastructure	574 007	622 240	679 652	869 852	863 152	863 152	1 006 996	1 201 342	1 470 465
Community	79 029	519 178	517 663	533 055	533 055	533 055	533 317	528 112	530 626
Heritage assets	17 720	5 614	5 614	17 720	17 720	17 720	17 720	17 720	17 720
Investment properties	8 168	37 937	37 937	37 937	37 937	37 937	37 937	37 937	37 937
Other assets	55 568	40 560	35 360	60 199	62 615	62 615	—	—	—
Agricultural Assets	—	—	—	—	—	—	—	—	—
Biological assets	—	—	—	—	—	—	—	—	—
Intangibles	574	152	191	66	66	66	33	—	6
TOTAL ASSET REGISTER SUMMARY - PPE (WDV)	735 065	1 225 681	1 276 416	1 518 829	1 514 545	1 514 545	1 596 003	1 785 111	2 056 754
EXPENDITURE OTHER ITEMS									
Depreciation & asset impairment	32 583	39 583	59 977	54 720	66 948	66 948	69 168	72 903	76 840
Repairs and Maintenance by Asset Class	122 974	—	21 675	120 186	123 040	123 040	33 124	29 961	31 490
Infrastructure - Road transport	14 420	—	2 594	19 131	17 831	17 831	3 250	3 426	3 611
Infrastructure - Electricity	5 000	—	1 321	9 495	9 095	9 095	2 568	2 706	2 853
Infrastructure - Water	76 692	—	12 896	60 861	64 861	64 861	14 330	10 152	10 611
Infrastructure - Sanitation	1 860	—	950	1 736	2 936	2 936	2 213	2 332	2 458
Infrastructure - Other	13 396	—	2 009	22 283	21 961	21 961	4 015	4 232	4 460
Infrastructure	111 368	—	19 770	113 507	116 685	116 685	26 376	22 848	23 993
Community	13	—	39	43	43	43	36	38	40
Heritage assets	—	—	—	—	—	—	—	—	—
Investment properties	—	—	—	—	—	—	—	—	—
Other assets	11 592	—	1 866	6 637	6 313	6 313	6 713	7 075	7 457
TOTAL EXPENDITURE OTHER ITEMS	155 557	39 583	81 651	174 906	189 988	189 988	102 292	102 864	108 330
Renewal of Existing Assets as % of total capex	53.2%	42.6%	42.5%	70.9%	69.6%	69.6%	72.3%	44.7%	43.5%
Renewal of Existing Assets as % of deprecn"	212.4%	125.6%	80.2%	236.3%	186.7%	186.7%	229.8%	164.8%	203.8%
R&M as a % of PPE	16.7%	0.0%	0.0%	9.4%	9.1%	9.1%	2.2%	1.8%	1.7%
Renewal and R&M as a % of PPE	26.0%	4.0%	5.0%	16.0%	16.0%	16.0%	12.0%	8.0%	9.0%

Explanatory notes to Table A9 - Asset Management

1. Table A9 provides an overview of municipal capital allocations to building new assets and the renewal of existing assets, as well as spending on repairs and maintenance by asset class.
2. National Treasury has recommended that municipalities should allocate at least 40 per cent of their capital budget to the renewal of existing assets, and allocations to repairs and maintenance should be 8 per cent of PPE.

A10 - Basic Service Delivery Measurement

Description	2009/10	2010/11	2011/12	Current Year 2012/13			2013/14 Medium Term Revenue & Expenditure Framework		
	Outcome	Outcome	Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
Household service targets									
Water:									
Piped water inside dwelling	8 745	8 745	14 118	14 664	14 664	14 664	14 664	14 664	14 664
Piped water inside yard (but not in dwelling)	26 059	26 059	42 068	43 697	43 697	43 697	43 697	43 697	43 697
Using public tap (at least min.service level)	18 429	18 429	29 751	30 903	30 903	30 903	30 903	30 903	30 903
Other water supply (at least min.service level)	5 458	5 458	8 812	9 153	9 153	9 153	9 153	9 153	9 153
Minimum Service Level and Above sub-total	58 691	58 691	94 748	98 417	98 417	98 417	98 417	98 417	98 417
Using public tap (< min.service level)	—	—	—	—	—	—	—	—	—
Other water supply (< min.service level)	—	—	—	—	—	—	—	—	—
No water supply	19 564	19 564	14 673	11 004	11 004	11 004	11 004	11 004	11 004
Below Minimum Service Level sub-total	19 564	19 564	14 673	11 004	11 004	11 004	11 004	11 004	11 004
Total number of households	78 254	78 254	109 421	109 421	109 421	109 421	109 421	109 421	109 421
Sanitation/sewerage:									
Flush toilet (connected to sewerage)	4 382	4 382	6 583	6 692	6 692	6 692	6 692	6 692	6 692
Flush toilet (with septic tank)	1 487	1 487	2 234	2 270	2 270	2 270	2 270	2 270	2 270
Chemical toilet	29 267	29 267	44 970	46 030	46 030	46 030	46 030	46 030	46 030
Pit toilet (ventilated)	28 015	28 015	42 087	42 780	42 780	42 780	42 780	42 780	42 780
Other toilet provisions (> min.service level)	1 565	1 565	2 351	2 390	2 390	2 390	2 390	2 390	2 390
Minimum Service Level and Above sub-total	64 716	64 716	98 225	100 162	100 162	100 162	100 162	100 162	100 162
Bucket toilet	—	—	—	—	—	—	—	—	—
Other toilet provisions (< min.service level)	—	—	—	—	—	—	—	—	—
No toilet provisions	13 538	13 538	11 196	9 259	9 259	9 259	9 259	9 259	9 259
Below Minimum Service Level sub-total	13 538	13 538	11 196	9 259	9 259	9 259	9 259	9 259	9 259
Total number of households	78 254	78 254	109 421	109 421	109 421	109 421	109 421	109 421	109 421
Energy:									
Electricity (at least min.service level)	32 673	32 673	71 337	71 773	71 773	71 773	71 773	71 773	71 773
Electricity - prepaid (min.service level)	1 837	1 837	1 837	1 837	1 837	1 837	1 837	1 837	1 837
Minimum Service Level and Above sub-total	34 510	34 510	73 174	73 610	73 610	73 610	73 610	73 610	73 610
Electricity (< min.service level)	—	—	—	—	—	—	—	—	—
Electricity - prepaid (< min. service level)	—	—	—	—	—	—	—	—	—
Other energy sources	43 744	43 744	36 247	35 811	35 811	35 811	35 811	35 811	35 811
Below Minimum Service Level sub-total	43 744	43 744	36 247	35 811	35 811	35 811	35 811	35 811	35 811
Total number of households	78 254	78 254	109 421	109 421	109 421	109 421	109 421	109 421	109 421
Refuse:									
Removed at least once a week	22 068	22 068	30 857	30 857	30 857	30 857	30 857	30 857	30 857
Minimum Service Level and Above sub-total	22 068	22 068	30 857	30 857	30 857	30 857	30 857	30 857	30 857
Removed less frequently than once a week	2 582	2 582	3 611	3 611	3 611	3 611	3 611	3 611	3 611
Using communal refuse dump	939	939	1 313	1 313	1 313	1 313	1 313	1 313	1 313
Using own refuse dump	50 161	50 161	70 139	70 139	70 139	70 139	70 139	70 139	70 139
Other rubbish disposal	—	—	—	—	—	—	—	—	—
No rubbish disposal	2 504	2 504	3 501	3 501	3 501	3 501	3 501	3 501	3 501
Below Minimum Service Level sub-total	56 186	56 186	78 564	78 564	78 564	78 564	78 564	78 564	78 564
Total number of households	78 254	78 254	109 421	109 421	109 421	109 421	109 421	109 421	109 421
Households receiving Free Basic Service									
Water (6 kilolitres per household per month)	57 988	57 988	91 497	93 434	93 434	93 434	93 434	93 434	93 434
Sanitation (free minimum level service)	—	—	—	—	—	—	—	—	—
Electricity/other energy (50kwh per household per month)	1 480	1 480	1 480	1 480	1 480	1 480	1 480	1 480	1 480
Refuse (removed at least once a week)	51 178	51 178	51 178	51 178	51 178	51 178	51 178	51 178	51 178
Cost of Free Basic Services provided (R'000)									
Water (6 kilolitres per household per month)	1 002	1 065	1 848	2 074	2 074	2 074	2 074	2 074	2 074
Sanitation (free sanitation service)	—	—	—	—	—	—	—	—	—
Electricity/other energy (50kwh per household per month)	—	—	10 000	888	888	888	888	888	888
Refuse (removed once a week)	—	—	—	—	—	—	—	—	—
Total cost of FBS provided (minimum social package)	1 002	1 065	11 848	2 962	2 962	2 962	2 962	2 962	2 962
Highest level of free service provided									
Property rates (R value threshold)	30 000	30 000	30 000	30 000	30 000	30 000	30 000	30 000	30 000
Water (kilolitres per household per month)	6	6	6	6	6	6	6	6	6
Sanitation (kilolitres per household per month)	—	—	—	—	—	—	—	—	—
Sanitation (Rand per household per month)	—	—	—	—	—	—	—	—	—
Electricity (kwh per household per month)	50	50	50	50	50	50	50	50	50
Refuse (average litres per week)	—	—	—	—	—	—	—	—	—
Revenue cost of free services provided (R'000)									
Property rates (R15 000 threshold rebate)	20 310	12 786	25 000	4 011	4 011	4 011	4 011	4 011	4 011
Property rates (other exemptions, reductions and rebates)	—	—	—	6 598	6 598	6 598	6 598	6 598	6 598
Water	1 113	1 183	2 053	2 304	2 304	2 304	2 304	2 304	2 304
Sanitation	—	—	—	—	—	—	—	—	—
Electricity/other energy	—	—	10 000	888	888	888	888	888	888
Refuse	1 584	1 679	1 848	2 032	2 032	2 032	2 032	2 032	2 032
Municipal Housing - rental rebates	—	—	—	—	—	—	—	—	—
Housing - top structure subsidies	—	—	—	—	—	—	—	—	—
Other	—	—	—	—	—	—	—	—	—
Total revenue cost of free services provided (total social package)	23 008	15 648	38 901	15 834	15 834	15 834	15 834	15 834	15 834

Part 2 – Supporting Documentation

2.1 Overview of the annual budget process

Section 53 of the MFMA requires the Mayor of the municipality to provide general political guidance in the budget process and the setting of priorities that must guide the preparation of the budget. In addition Chapter 2 of the Municipal Budget and Reporting Regulations states that the Mayor of the municipality must establish a Budget Steering Committee to provide technical assistance to the Mayor in discharging the responsibilities set out in section 53 of the Act.

The Budget Steering Committee consists of the Municipal Manager and senior officials of the municipality meeting under the chairpersonship of the Executive Mayor for Finance.

The primary aims of the Budget Steering Committee is to ensure:

- that the process followed to compile the budget complies with legislation and good budget practices;
- that there is proper alignment between the policy and service delivery priorities set out in the municipality's IDP and the budget, taking into account the need to protect the financial sustainability of municipality;
- that the municipality's revenue and tariff setting strategies ensure that the cash resources needed to deliver services are available; and
- that the various spending priorities of the different municipal departments are properly evaluated and prioritised in the allocation of resources.

2.1.1 Budget Process Overview

In terms of section 21 of the MFMA the Mayor is required to table in Council ten months before the start of the new financial year (i.e. in August 2012) a time schedule that sets out the process to revise the IDP and prepare the budget.

The Mayor tabled in Council the required the IDP and budget time table. Key dates applicable to the process were as follows:

Month	ACTIVITY	RESPONSIBLE PERSON	TARGET DATE
Jul-12	Compilation of the budget timetable	CFO	15-Aug-12
Aug-12	Tabling and approval of the proposed timetable by council	Executive Mayor and Council	31-Aug-12
Sep-12	Review all municipal contracts	MM and Directors	30-Sep-12
Nov-12	Budget preparation and policy reviewing workshop (Budget Steering Committee, Director and Managers)	CFO	15-Nov-12
	Detail departmental budget proposals (capital and operating) submitted to the Budget and Treasury Office	MM and Directors	30-Nov-12
Dec-12 to Jan 13	Submit 2012/2013 Mid-year budget and Performance to Mayor, PT and NT	MM	25-Jan-13
	Council considers the 2012/13 Mid-year Review and whether an Adjustments Budget is necessary	MM	25-Jan-13
	Consolidate, assess and advice on the proposed departmental budget	CFO	31-Jan-13
Feb-13	consider the recommendations of the budget steering committee on the proposed departmental budget and give feed back to the departments	CFO	15-Feb-13
	Submit 2012/2013 approved Adjustment budget to PT and NT	CFO	28-Feb-13
Mar-13	Tabling and approval of draft annual budget , IDP and draft budget related policies	Executive Mayor and Council	31-Mar-13
Apr-13	Commence public participation on tabled budget, publicise and conduct public hearings	MM	01-Apr-13
	Conclude process of public participation on tabled budget	MM	30-Apr-13
	Respond to submission received and if necessary revise the budget and table the amendments for council consideration	Executive Mayor	30-Apr-13
May-13	consider approval of annual budget	Council	31-May-13
Jun-13	Approve annual budget by council resolution, including taxes, tariffs, measurable performance objectives, changes to the IDP and budget related policies, include service delivery agreement and longterm contracts where appropriate	Council	30-Jun-13

2.1.2 IDP and Service Delivery and Budget Implementation Plan

The municipality's IDP is its principal strategic planning instrument, which directly guides and informs its planning, budget, management and development actions. This framework is rolled out into objectives, key performance indicators and targets for implementation which directly inform the Service Delivery and Budget Implementation Plan.

The IDP has been taken into a business and financial planning process leading up to the 2013/14 MTREF, based on the approved 2012/13 MTREF, Mid-year Review and adjustments budget. The business planning process has subsequently been refined in the light of current economic circumstances and the resulting revenue projections.

With the compilation of the 2013/14 MTREF, each department/function had to review the business planning process, including the setting of priorities and targets after reviewing the mid-year and third quarter performance against the 2012/13 Departmental Service Delivery and Budget Implementation Plan. Business planning links back to priority needs and master planning, and essentially informed the detail operating budget appropriations and three-year capital programme.

2.1.3 Financial Modelling and Key Planning Drivers

As part of the compilation of the 2013/14 MTREF, extensive financial modelling was undertaken to ensure affordability and long-term financial sustainability. The following key factors and planning strategies have informed the compilation of the 2013/14 MTREF:

- Municipal growth
- Policy priorities and strategic objectives
- Asset maintenance
- Economic climate and trends (i.e inflation, Eskom increases, household debt, migration patterns)
- Performance trends
- The approved 2012/13 adjustments budget and performance against the SDBIP
- Cash Flow Management Strategy
- Debtor payment levels
- The need for tariff increases versus the ability of the community to pay for services;
- Improved and sustainable service delivery

In addition to the above, the strategic guidance given in National Treasury's MFMA Circulars 51 and 54, 55, 58, 66 and 67 has been taken into consideration in the planning and prioritisation process.

2.2 Overview of alignment of annual budget with IDP

The Constitution mandates local government with the responsibility to exercise local developmental and cooperative governance. The eradication of imbalances in South African society can only be realized through a credible integrated developmental planning process.

Municipalities in South Africa need to utilise integrated development planning as a method to plan future development in their areas and so find the best solutions to achieve sound long-term development goals. A municipal IDP provides a five year strategic programme of action aimed at setting short, medium and long term strategic and budget priorities to create a development platform, which correlates with the term of office of the political incumbents. The plan aligns the resources and the capacity of a municipality to its overall development aims and guides the municipal budget. An IDP is therefore a key instrument which municipalities use to provide vision, leadership and direction to all those that have a role to play in the development of a municipal area. The IDP enables municipalities to make the best use of scarce resources and speed up service delivery.

Integrated developmental planning in the South African context is amongst others, an approach to planning aimed at involving the municipality and the community to jointly find the best solutions towards sustainable development. Furthermore, integrated development planning provides a strategic environment for managing and guiding all planning, development and decision making in the municipality.

It is important that the IDP developed by municipalities correlate with National and Provincial intent. It must aim to co-ordinate the work of local and other spheres of government in a coherent plan to improve the quality of life for all the people living in that area. Applied to the municipality, issues of national and provincial importance should be reflected in the IDP of the municipality. A clear understanding of such intent is therefore imperative to ensure that the municipality strategically complies with the key national and provincial priorities.

The aim of this revision cycle was to develop and coordinate a coherent plan to improve the quality of life for all the people living in the area, also reflecting issues of national and provincial importance. One of the key objectives is therefore to ensure that there exists alignment between national and provincial priorities, policies and strategies and the municipality's response to these requirements.

The national and provincial priorities, policies and strategies of importance include amongst others:

- Green Paper on National Strategic Planning of 2009;
- Government Programme of Action;
- Development Facilitation Act of 1995;
- Provincial Growth and Development Strategy (GGDS);
- National and Provincial spatial development perspectives;
- Relevant sector plans such as transportation, legislation and policy;
- National Key Performance Indicators (NKPIS);
- Accelerated and Shared Growth Initiative (ASGISA);
- National 2014 Vision;
- National Spatial Development Perspective (NSDP) and
- The National Priority Outcomes.

The Constitution requires local government to relate its management, budgeting and planning functions to its objectives. This gives a clear indication of the intended purposes of municipal integrated development planning. Legislation stipulates clearly that a municipality must not only give effect to its IDP, but must also conduct its affairs in a manner which is consistent with its IDP.

In order to ensure integrated and focused service delivery between all spheres of government it was important for the municipality to align its budget priorities with that of national and provincial government. All spheres of government place a high priority on infrastructure development, economic development and job creation, efficient service delivery, poverty alleviation and building sound institutional arrangements.

Local priorities were identified as part of the IDP review process which is directly aligned to that of the national and provincial priorities.

The 2013/14 MTREF has therefore been directly informed by the IDP revision process and the following tables provide a reconciliation between the IDP strategic objectives and operating revenue, operating expenditure and capital expenditure.

The following table sets out the municipalities main performance objectives and benchmarks for the 2013/14 MTREF.

Table SA8 - Performance indicators and benchmarks

Description of financial indicator	Basis of calculation	2009/10	2010/11	2011/12	Current Year 2012/13			2013/14 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
<u>Borrowing Management</u>										
Credit Rating										
Capital Charges to Operating Expenditure	Interest & Principal Paid /Operating Expenditure	1.4%	1.4%	1.3%	0.5%	0.5%	0.5%	0.8%	0.7%	0.6%
Capital Charges to Own Revenue	Finance charges & Repayment of borrowing /Own Revenue	4.5%	5.6%	3.3%	1.4%	1.6%	1.6%	2.4%	2.0%	1.6%
Borrowed funding of 'own' capital expenditure	Borrowing/Capital expenditure excl. transfers and grants and contributions	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
<u>Safety of Capital</u>										
Gearing	Long Term Borrowing/ Funds & Reserves	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
<u>Liquidity</u>										
Current Ratio	Current assets/current liabilities	1.0	0.5	0.7	2.2	0.3	0.3	2.2	1.9	2.0
Current Ratio adjusted for aged debtors	Current assets less debtors > 90 days/current liabilities	1.0	0.5	0.7	2.2	0.3	0.3	2.2	1.9	2.0
Liquidity Ratio	Monetary Assets/Current Liabilities	0.5	0.1	0.5	1.3	0.0	0.0	1.3	0.9	0.9
<u>Revenue Management</u>										
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/Last 12 Mths Billing		76.2%	90.5%	101.8%	99.2%	90.6%	90.6%	90.9%	91.2%
Current Debtors Collection Rate (Cash receipts % of Ratepayer & Other revenue)			76.2%	90.5%	101.8%	99.2%	90.6%	90.6%	90.9%	91.2%
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue	14.5%	12.5%	1.5%	8.6%	9.0%	9.0%	9.1%	9.0%	8.4%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old									
<u>Creditors Management</u>										
Creditors System Efficiency	% of Creditors Paid Within Terms (within 'MFMA' s 65(e))							100.0%	100.0%	100.0%
Creditors to Cash and Investments		123.8%	-1423.8%	0.0%	-163.2%	-156.3%	-156.3%	-97.5%	84.7%	18.5%
<u>Other Indicators</u>										
Electricity Distribution Losses (2)	Total Volume Losses (kW)									
	Total Cost of Losses (Rand '000)									
Water Distribution Losses (2)	Total Volume Losses (kℓ)									
	Total Cost of Losses (Rand '000)									
Employee costs	Employee costs/(Total Revenue - capital revenue)	43.9%	51.3%	48.2%	40.1%	45.1%	45.1%	43.2%	39.5%	35.0%
Remuneration	Total remuneration/(Total Revenue - capital revenue)	48.4%	55.7%	0.0%	43.8%	49.1%	49.1%	46.9%	43.0%	38.1%
Repairs & Maintenance	R&M/(Total Revenue excluding capital revenue)	41.9%	0.0%	5.8%	26.0%	28.1%	28.1%	6.8%	5.5%	4.9%
Finance charges & Depreciation	FC&D/(Total Revenue - capital revenue)	12.0%	13.4%	16.7%	12.2%	15.6%	15.6%	14.6%	13.7%	12.2%
<u>IDP regulation financial viability indicators</u>										
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year)	17.0	23.8	41.1	59.3	59.3	59.3	37.9	43.9	48.3
ii.O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services	53.8%	45.2%	5.9%	25.9%	31.8%	31.8%	32.0%	32.3%	32.5%
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure	2.2	(0.1)	0.0	(0.7)	(2.3)	(2.3)	(1.2)	1.4	6.1

The tables below provide detail investment information and investment particulars by maturity.

SA15 – Detail Investment Information

Investment type	2009/10	2010/11	2011/12	Current Year 2012/13			2013/14 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
R thousand									
Parent municipality									
Securities - National Government									
Listed Corporate Bonds									
Deposits - Bank				5 000	5 000	5 000	5 000	5 000	5 000
Deposits - Public Investment Commissioners									
Deposits - Corporation for Public Deposits									
Bankers Acceptance Certificates									
Negotiable Certificates of Deposit - Banks									
Guaranteed Endowment Policies (sinking)									
Repurchase Agreements - Banks									
Municipal Bonds									
Municipality sub-total	-	-	-	5 000	5 000	5 000	5 000	5 000	5 000
Entities									
Securities - National Government									
Listed Corporate Bonds									
Deposits - Bank									
Deposits - Public Investment Commissioners									
Deposits - Corporation for Public Deposits									
Bankers Acceptance Certificates									
Negotiable Certificates of Deposit - Banks									
Guaranteed Endowment Policies (sinking)									
Repurchase Agreements - Banks									
Entities sub-total	-	-	-	-	-	-	-	-	-
Consolidated total:	-	-	-	5 000	5 000	5 000	5 000	5 000	5 000

SA16 – Investment particulars by maturity

Investments by Maturity	Period of Investment	Type of Investment	Capital Guarantee (Yes/ No)	Interest Rate 3.	Expiry date of investment	Monetary value	Interest to be realised
Name of institution & investment ID	Yrs/Months					Rand thousand	
<u>Parent municipality</u>							
ABSA	365 days	Fixed	Yes	5.50%	29/11/2013	5 000	275
Municipality sub-total						5 000	275
Entities sub-total						-	-
TOTAL INVESTMENTS AND INTEREST						5 000	275

Table SA 18 - Capital transfers and grant receipts

Description	2009/10	2010/11	2011/12	Current Year 2012/13			2013/14 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
R thousand									
RECEIPTS:									
Operating Transfers and Grants									
National Government:	174 578	209 693	244 161	274 896	281 267	281 267	311 857	352 237	436 270
Local Government Equitable Share	157 899	196 588	230 032	259 653	259 653	259 653	290 822	340 862	424 283
Finance Management	750	1 000	1 250	1 500	1 500	1 500	1 550	1 600	1 650
Municipal Systems Improvement	735	750	790	800	800	800	890	934	967
Water Services Operating Subsidy	15 194	11 355	9 059	7 494	7 494	7 494	8 493	4 000	4 127
EPWP Incentive			–	1 366	7 737	7 737	6 044		
					–	–			
MIG-PMU Operational			3 030	4 083	4 083	4 083	4 058	4 841	5 243
Provincial Government:	–	–	–	–	–	–	–	–	–
District Municipality:	–	–	2 864	–	–	–	–	–	–
Disaster Relief Grant			2 864						
Other grant providers:	–	–	1 245	–	–	–	–	–	–
LGSETA Learnership grant			1 245						
Total Operating Transfers and Grants	174 578	209 693	248 270	274 896	281 267	281 267	311 857	352 237	436 270
Capital Transfers and Grants									
National Government:	81 723	95 982	137 810	144 633	144 633	144 633	209 234	238 619	349 436
Municipal Infrastructure Grant (MIG)	68 275	91 482	122 675	132 033	132 033	132 033	172 363	205 619	222 710
Integrated National Electrification Programme	13 449	4 500	15 135	12 600	12 600	12 600	19 675	10 000	13 000
Municipal Water Infrastructure Grant							17 196	23 000	113 726
Total Capital Transfers and Grants	81 723	95 982	137 810	144 633	144 633	144 633	209 234	238 619	349 436
TOTAL RECEIPTS OF TRANSFERS & GRANTS	256 302	305 675	386 080	419 529	425 900	425 900	521 091	590 856	785 706

2.2.1 Cash Flow Management

Cash flow management and forecasting is a critical step in determining if the budget is funded over the medium-term. The table below is consistent with international standards of good financial management practice and also improves understandability for councillors and management. Some specific features include:

- Clear separation of receipts and payments within each cash flow category;
- Clear separation of capital and operating receipts from government, which also enables cash from 'Ratepayers and other' to be provided for as cash inflow based on actual performance. In other words the *actual collection rate* of billed revenue, and
- Separation of borrowing and loan repayments (no set-off), to assist with MFMA compliance assessment regarding the use of long term borrowing (debt).

Table A7 - Budget cash flow statement

Description	2009/10	2010/11	2011/12	Current Year 2012/13			2013/14 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
R thousand									
CASH FLOW FROM OPERATING ACTIVITIES									
Receipts									
Ratepayers and other	84 486	86 338	129 436	183 251	140 564	140 564	154 990	171 129	188 916
Government - operating	184 805	217 758	248 266	274 896	281 267	281 267	311 857	352 237	436 270
Government - capital	98 254	74 507	137 810	144 633	152 359	152 359	209 234	238 619	349 436
Interest	8 957	4 532	2 309	2 000	2 000	2 000	2 200	2 420	2 662
Dividends	-	-	-	-	-	-	-	-	-
Payments									
Suppliers and employees	(333 856)	(312 645)	(397 431)	(423 268)	(451 158)	(451 158)	(456 254)	(459 301)	(483 947)
Finance charges	(987)	(2 580)	(2 003)	(1 420)	(1 420)	(1 420)	(1 499)	(1 580)	(1 666)
Transfers and Grants	-	-	(61)	(200)	(200)	(200)	(200)	(211)	(222)
NET CASH FROM/(USED) OPERATING ACTIVITIES	41 659	67 909	118 325	179 892	123 413	123 413	220 327	303 312	491 449
CASH FLOWS FROM INVESTING ACTIVITIES									
Receipts									
Proceeds on disposal of PPE									
Decrease (Increase) in non-current debtors									
Decrease (increase) other non-current receivables									
Decrease (increase) in non-current investments									
Payments									
Capital assets	(93 030)	(116 712)	(113 077)	(185 547)	(180 895)	(180 895)	(185 326)	(217 876)	(326 700)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(93 030)	(116 712)	(113 077)	(185 547)	(180 895)	(180 895)	(185 326)	(217 876)	(326 700)
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts									
Short term loans									
Borrowing long term/refinancing									
Increase (decrease) in consumer deposits									
Payments									
Repayment of borrowing	(2 681)	(2 456)	(1 889)	(1 148)	(1 148)	(1 148)	(2 709)	(2 142)	(1 670)
NET CASH FROM/(USED) FINANCING ACTIVITIES	(2 681)	(2 456)	(1 889)	(1 148)	(1 148)	(1 148)	(2 709)	(2 142)	(1 670)
NET INCREASE/ (DECREASE) IN CASH HELD	(54 052)	(51 260)	3 359	(6 803)	(58 630)	(58 630)	32 292	83 294	163 079
Cash/cash equivalents at the year begin:	102 273	48 220	(3 040)	(11 888)	(11 888)	(11 888)	(70 518)	(38 226)	45 068
Cash/cash equivalents at the year end:	48 220	(3 040)	319	(18 691)	(70 518)	(70 518)	(38 226)	45 068	208 147

2.2.2 Cash Backed Reserves/Accumulated Surplus Reconciliation

This following table meets the requirements of MFMA Circular 42 which deals with the funding of a municipal budget in accordance with sections 18 and 19 of the MFMA. The table seeks to answer three key questions regarding the use and availability of cash:

- What are the predicted cash and investments that are available at the end of the budget year?
- How are those funds used?
- What is the net funds available or funding shortfall?

A surplus would indicate the cash-backed accumulated surplus that was/is available. A shortfall (applications > cash and investments) is indicative of non-compliance with section 18 of the MFMA requirement that the municipality's budget must be 'funded'. Non-compliance with section 18 is assumed because a shortfall would indirectly indicate that the annual budget is not appropriately funded (budgeted spending is greater than funds available or to be collected). It is also important to analyse trends to understand the consequences, e.g. the budget year might indicate a small surplus situation, which in itself is an appropriate outcome, but if in prior years there were much larger surpluses then this negative trend may be a concern that requires closer examination.

Table A8 - Cash backed reserves/accumulated surplus reconciliation

Description	2009/10	2010/11	2011/12	Current Year 2012/13			2013/14 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
R thousand									
Cash and investments available									
Cash/cash equivalents at the year end	48 220	(3 040)	319	(18 691)	(70 518)	(70 518)	(38 226)	45 068	208 147
Other current investments > 90 days	(113)	(1)	1 162	75 548	61 350	61 350	99 226	972	(162 065)
Non current assets - Investments	-	-	-	-	-	-	-	-	-
Cash and investments available:	48 107	(3 040)	1 481	56 857	(9 168)	(9 168)	61 000	46 040	46 082
Application of cash and investments									
Unspent conditional transfers	25 564	16 975	7 811	-	-	-	-	-	-
Unspent borrowing	-	-	-	-	-	-	-	-	-
Statutory requirements	-	-	-	-	-	-	-	-	-
Other working capital requirements	27 327	7 377	(5 745)	(8 838)	74 283	74 283	(2 647)	(6 259)	(10 968)
Other provisions	-	-	-	-	-	-	-	-	-
Long term investments committed	-	-	-	-	-	-	-	-	-
Reserves to be backed by cash/investments	-	-	-	-	-	-	-	-	-
Total Application of cash and investments:	52 891	24 353	2 066	(8 838)	74 283	74 283	(2 647)	(6 259)	(10 968)
Surplus(shortfall)	(4 784)	(27 393)	(585)	65 695	(83 451)	(83 451)	63 647	52 299	57 049

SA10 – Funding compliance measurement

Description	MFMA section	2009/10	2010/11	2011/12	Current Year 2012/13			2013/14 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
Funding measures										
Cash/cash equivalents at the year end - R'000	18(1)b	48 220	(3 040)	319	(18 691)	(70 518)	(70 518)	(38 226)	45 068	208 147
Cash + investments at the yr end less applications - R'000	18(1)b	(4 784)	(27 393)	(585)	65 695	(83 451)	(83 451)	63 647	52 299	57 049
Cash year end/monthly employee/supplier payments	18(1)b	2.2	(0.1)	0.0	(0.7)	(2.3)	(2.3)	(1.2)	1.4	6.1
Surplus/(Deficit) excluding depreciation offsets: R'000	18(1)	(21 890)	9 752	194 839	120 074	65 002	65 002	145 842	224 881	408 866
Service charge rev % change - macro CPIX target exclusive	18(1)a,(2)	N.A.	1.6%	4.9%	55.6%	(25.1%)	(6.0%)	4.0%	4.0%	4.0%
Cash receipts % of Ratepayer & Other revenue	18(1)a,(2)	76.2%	90.5%	101.8%	99.2%	90.6%	90.6%	90.9%	91.2%	91.5%
Debt impairment expense as a % of total billable revenue	18(1)a,(2)	6.9%	1.8%	8.0%	8.6%	10.6%	10.6%	10.1%	9.7%	9.3%
Capital payments % of capital expenditure	18(1)c,19	0.0%	0.0%	0.0%	100.0%	100.0%	100.0%	84.2%	88.6%	90.8%
Borrowing receipts % of capital expenditure (excl. transfers)	18(1)c	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Grants % of Govt. legislated/gazetted allocations	18(1)a	N.A.	(6.6%)	(85.8%)	602.8%	0.0%	0.0%	10.8%	10.8%	10.8%
Current consumer debtors % change - incr(decr)	18(1)a	N.A.	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Long term receivables % change - incr(decr)	20(1)(vi)	16.7%	0.0%	0.0%	9.4%	9.1%	9.1%	2.2%	1.8%	1.7%
R&M % of Property Plant & Equipment	20(1)(vi)	0.0%	0.0%	0.0%	69.7%	69.1%	69.1%	72.3%	34.0%	37.8%
Asset renewal % of capital budget										
% incr Service charges - refuse revenue	18(1)a		(71.6%)	269.7%	26.8%	0.0%	0.0%	10.0%	10.0%	10.0%
% incr in Service charges - other	18(1)a		0.0%	0.0%	0.0%	(100.0%)	0.0%	0.0%	0.0%	0.0%
Total billable revenue	18(1)a	78 920	87 780	96 067	153 327	124 702	124 702	137 170	150 887	165 976
Service charges		78 379	84 359	93 586	151 235	122 285	122 285	134 511	147 962	162 758
Property rates		35 577	29 015	36 458	74 207	51 207	51 207	56 328	61 961	68 157
Service charges - electricity revenue		28 071	32 895	43 327	50 689	49 489	49 489	54 438	59 882	65 870
Service charges - water revenue		9 119	17 553	7 542	18 665	14 165	14 165	15 581	17 139	18 853
Service charges - sanitation revenue		2 270	3 948	2 754	2 978	2 978	2 978	3 273	3 601	3 961
Service charges - refuse removal		3 343	948	3 507	4 445	4 445	4 445	4 890	5 379	5 917
Service charges - other		-	-	-	250	-	-	-	-	-
Rental of facilities and equipment		541	3 420	2 481	2 093	2 418	2 418	2 659	2 925	3 218
Capital expenditure excluding capital grant funding		(81 724)	(79 893)	(122 675)	40 914	28 536	28 536	10 767	7 257	10 264
Cash receipts from ratepayers	18(1)a	84 486	86 338	129 436	183 251	140 564	140 564	154 990	171 129	188 916
Ratepayer & Other revenue	18(1)a	110 818	95 403	127 145	184 751	155 122	155 122	170 552	187 608	206 368
Change in consumer debtors (current and non-current)		(19 347)	(2 801)	(34 031)	34 021	34 021	34 021	4 279	4 756	5 256
Operating and Capital Grant Revenue	18(1)a	256 302	313 740	381 971	419 529	425 976	425 976	521 091	590 856	785 706
Capital expenditure - total	20(1)(vi)	-	-	-	185 547	180 895	180 895	220 001	245 876	359 700
Capital expenditure - renewal	20(1)(vi)	69 223	49 708	48 088	129 291	125 007	125 007	158 959	83 616	136 088
Supporting benchmarks										
Growth guideline maximum		6.0%	6.0%	6.0%	6.0%	6.0%	6.0%	6.0%	6.0%	6.0%
CPI guideline		4.3%	3.9%	4.6%	5.0%	5.0%	5.0%	5.4%	5.6%	5.4%
DoRA operating grants total MFY										
DoRA capital grants total MFY										
Provincial operating grants										
Provincial capital grants										
District Municipality grants										
Total gazetted/advised national, provincial and district grants								-	-	-
Average annual collection rate (arrears inclusive)										

2.3 Expenditure on grants and reconciliations of unspent funds

SA19 - Expenditure on transfers and grant programmes

Description	2009/10	2010/11	2011/12	Current Year 2012/13			2013/14 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
R thousand									
EXPENDITURE:									
Operating expenditure of Transfers and Grants									
National Government:	174 587	213 258	244 161	274 896	281 267	281 267	307 799	347 396	431 027
Local Government Equitable Share	157 899	196 588	230 032	259 653	259 653	259 653	290 822	340 862	424 283
Finance Management	759	1 000	1 250	1 500	1 500	1 500	1 550	1 600	1 650
Municipal Systems Improvement	735	750	790	800	800	800	890	934	967
Water Services Operating Subsidy	15 194	14 920	9 059	7 494	7 494	7 494	8 493	4 000	4 127
EPWP Incentive			–	1 366	7 737	7 737	6 044		
					–	–			
MIG-PMU Operational			3 030	4 083	4 083	4 083			
Provincial Government:	–	–	–	–	–	–	–	–	–
0									
District Municipality:	–	–	2 864	–	–	–	–	–	–
Disaster Relief Grant			2 864						
Other grant providers:	–	–	1 245	–	–	–	–	–	–
LGSETA Learnership grant			1 245						
Total operating expenditure of Transfers and Grants:	174 587	213 258	248 270	274 896	281 267	281 267	307 799	347 396	431 027
Capital expenditure of Transfers and Grants									
National Government:	72 974	79 007	137 810	144 633	144 633	144 633	213 292	243 460	354 679
Municipal Infrastructure Grant (MIG)	59 526	74 507	122 675	132 033	132 033	132 033	176 421	210 460	227 953
Intergrated National Electrification Programme	13 449	4 500	15 135	12 600	12 600	12 600	19 675	10 000	13 000
Municipal Water Infrastructure Grant							17 196	23 000	113 726
Provincial Government:	–	–	–	–	–	–	–	–	–
Other capital transfers/grants [insert description]									
District Municipality:	–	–	–	–	–	–	–	–	–
Disaster Relief Grant									
Other grant providers:	–	–	–	–	–	–	–	–	–
LGSETA Learnership gra									
Total capital expenditure of Transfers and Grants	72 974	79 007	137 810	144 633	144 633	144 633	213 292	243 460	354 679
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	247 562	292 265	386 080	419 529	425 900	425 900	521 091	590 856	785 706

SA 20 - Reconciliation between of transfers, grant receipts and unspent funds

R thousand	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
Operating transfers and grants:									
National Government:									
Balance unspent at beginning of the year									
Current year receipts	174 578	209 693		274 896	281 267	281 267	307 799	347 396	431 027
Conditions met - transferred to revenue	174 578	209 693	-	274 896	281 267	281 267	307 799	347 396	431 027
Conditions still to be met - transferred to liabilities									
Provincial Government:									
Balance unspent at beginning of the year									
Current year receipts									
Conditions met - transferred to revenue	-	-	-	-	-	-	-	-	-
Conditions still to be met - transferred to liabilities									
District Municipality:									
Balance unspent at beginning of the year									
Current year receipts									
Conditions met - transferred to revenue	-	-	-	-	-	-	-	-	-
Conditions still to be met - transferred to liabilities									
Other grant providers:									
Balance unspent at beginning of the year									
Current year receipts									
Conditions met - transferred to revenue	-	-	-	-	-	-	-	-	-
Conditions still to be met - transferred to liabilities									
Total operating transfers and grants revenue	174 578	209 693	-	274 896	281 267	281 267	307 799	347 396	431 027
Total operating transfers and grants - CTBM	-	-	-	-	-	-	-	-	-
Capital transfers and grants:									
National Government:									
Balance unspent at beginning of the year									
Current year receipts	81 723	95 982		144 633	144 633	144 633	213 292	243 460	354 679
Conditions met - transferred to revenue	81 723	95 982	-	144 633	144 633	144 633	213 292	243 460	354 679
Conditions still to be met - transferred to liabilities									
Provincial Government:									
Balance unspent at beginning of the year									
Current year receipts									
Conditions met - transferred to revenue	-	-	-	-	-	-	-	-	-
Conditions still to be met - transferred to liabilities									
District Municipality:									
Balance unspent at beginning of the year									
Current year receipts									
Conditions met - transferred to revenue	-	-	-	-	-	-	-	-	-
Conditions still to be met - transferred to liabilities									
Other grant providers:									
Balance unspent at beginning of the year									
Current year receipts									
Conditions met - transferred to revenue	-	-	-	-	-	-	-	-	-
Conditions still to be met - transferred to liabilities									
Total capital transfers and grants revenue	81 723	95 982	-	144 633	144 633	144 633	213 292	243 460	354 679
Total capital transfers and grants - CTBM	-	-	-	-	-	-	-	-	-
TOTAL TRANSFERS AND GRANTS REVENUE	256 302	305 675	-	419 529	425 900	425 900	521 091	590 856	785 706
TOTAL TRANSFERS AND GRANTS - CTBM	-	-	-	-	-	-	-	-	-

SA25 - Budgeted monthly revenue and expenditure

MP324 Nkomazi - Supporting Table SA25 Budgeted monthly revenue and expenditure

Description	Budget Year 2013/14												Medium Term Revenue and Expenditure Framework		
R thousand	July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
Revenue By Source															
Property rates	4 694	4 694	4 694	4 694	4 694	4 694	4 694	4 694	4 694	4 694	4 694	4 694	56 328	61 961	68 157
Property rates - penalties & collection charges	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Service charges - electricity revenue	4 536	4 536	4 536	4 536	4 536	4 536	4 536	4 536	4 536	4 536	4 536	4 536	54 438	59 882	65 870
Service charges - water revenue	1 298	1 298	1 298	1 298	1 298	1 298	1 298	1 298	1 298	1 298	1 298	1 298	15 581	17 139	18 853
Service charges - sanitation revenue	273	273	273	273	273	273	273	273	273	273	273	273	3 273	3 601	3 961
Service charges - refuse revenue	407	407	407	407	407	407	407	407	407	407	407	407	4 890	5 379	5 917
Service charges - other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Rental of facilities and equipment	222	222	222	222	222	222	222	222	222	222	222	222	2 659	2 925	3 218
Interest earned - external investments	183	183	183	183	183	183	183	183	183	183	183	183	2 200	2 420	2 662
Interest earned - outstanding debtors	138	138	138	138	138	138	138	138	138	138	138	138	1 650	1 815	1 997
Dividends received	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Fines	46	46	46	46	46	46	46	46	46	46	46	46	550	605	666
Licences and permits	2	2	2	2	2	2	2	2	2	2	2	2	24	27	29
Agency services	2 164	2 164	2 164	2 164	2 164	2 164	2 164	2 164	2 164	2 164	2 164	2 164	25 966	28 562	31 419
Transfers recognised - operational	126 207				123 767				61 883				311 857	352 237	436 270
Other revenue	433	433	433	433	433	433	433	433	433	433	433	433	5 192	5 712	6 283
Gains on disposal of PPE													-	-	-
Total Revenue (excluding capital transfers and contri	140 603	14 396	14 396	14 396	138 163	14 396	14 396	14 396	76 279	14 396	14 396	14 396	484 609	542 264	645 300
Expenditure By Type															
Employee related costs	16 579	16 579	16 579	16 579	26 898	16 579	16 579	16 579	16 579	16 579	16 579	16 579	209 271	214 201	225 768
Remuneration of councillors	1 503	1 503	1 503	1 503	1 503	1 503	1 503	1 503	1 503	1 503	1 503	1 503	18 034	19 008	20 034
Debt impairment	1 159	1 159	1 159	1 159	1 159	1 159	1 159	1 159	1 159	1 159	1 159	1 159	13 913	14 664	15 456
Depreciation & asset impairment	5 764	5 764	5 764	5 764	5 764	5 764	5 764	5 764	5 764	5 764	5 764	5 764	69 168	72 903	76 840
Finance charges	125	125	125	125	125	125	125	125	125	125	125	125	1 499	1 580	1 666
Bulk purchases	5 519	5 519	5 519	5 519	5 519	5 519	5 519	5 519	5 519	5 519	5 519	5 519	66 233	69 810	73 579
Other materials	85	85	85	85	85	85	85	85	85	85	85	85	1 014	1 069	1 127
Contracted services	1 459	1 459	1 459	1 459	1 459	1 459	1 459	1 459	1 459	1 459	1 459	1 459	17 505	18 450	19 446
Transfers and grants	581	581	581	581	581	581	781	581	581	581	581	581	7 167	7 555	7 962
Other expenditure	12 016	12 016	12 016	12 016	12 016	12 016	12 016	12 016	12 016	12 016	12 016	12 016	144 198	136 764	143 993
Loss on disposal of PPE													-	-	-
Total Expenditure	44 790	44 790	44 790	44 790	55 109	44 790	44 990	44 790	44 790	44 790	44 790	44 790	548 002	556 003	585 871
Surplus/(Deficit)	95 812	(30 394)	(30 394)	(30 394)	83 053	(30 394)	(30 594)	(30 394)	31 489	(30 394)	(30 394)	(30 394)	(63 393)	(13 739)	59 429
Transfers recognised - capital	83 694				83 694				41 847				209 234	238 619	349 436
Contributions recognised - capital													-	-	-
Contributed assets													-	-	-
Surplus/(Deficit) after capital transfers & contributions	179 506	(30 394)	(30 394)	(30 394)	166 747	(30 394)	(30 594)	(30 394)	73 336	(30 394)	(30 394)	(30 394)	145 842	224 881	408 866
Taxation													-	-	-
Attributable to minorities													-	-	-
Share of surplus/ (deficit) of associate													-	-	-
Surplus/(Deficit)	179 506	(30 394)	(30 394)	(30 394)	166 747	(30 394)	(30 594)	(30 394)	73 336	(30 394)	(30 394)	(30 394)	145 842	224 881	408 866

SA26 - Budgeted monthly revenue and expenditure (municipal vote)

Description	Budget Year 2013/14												Medium Term Revenue and Expenditure Framework		
	July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
R thousand															
Revenue by Vote															
Vote 1 - EXECUTIVE & COUNCIL	2 418				2 418				1 209			–	6 044	–	–
Vote 2 - BUDGET & TREASURY OFFICE	62 233	5 118	5 118	5 118	59 793	5 118	5 118	5 118	32 455	5 118	5 118	5 118	200 542	230 297	276 343
Vote 3 - CORPORATE SERVICES	294	294	294	294	294	294	294	294	294	294	294	294	3 526	3 878	4 266
Vote 4 - PLANNING & DEVELOPMENT	110	110	110	110	110	110	110	110	110	110	110	110	1 322	1 454	1 600
Vote 5 - COMMUNITY & SOCIAL SERVICES	12 072	2 766	2 766	2 766	12 072	2 766	2 766	2 766	7 419	2 766	2 766	2 766	56 459	63 782	74 107
Vote 6 - INFRASTRUCTURE & DEVELOPMENT	63 476	6 108	6 108	6 108	63 476	6 108	6 108	6 108	34 792	6 108	6 108	6 108	216 716	242 853	288 985
Total Revenue by Vote	140 603	14 396	14 396	14 396	138 163	14 396	14 396	14 396	76 279	14 396	14 396	14 396	484 609	542 264	645 300
Expenditure by Vote to be appropriated															
Vote 1 - EXECUTIVE & COUNCIL	3 037	3 037	3 037	3 037	3 829	3 037	3 037	3 037	3 037	3 037	3 037	3 037	37 238	32 878	34 654
Vote 2 - BUDGET & TREASURY OFFICE	11 153	11 153	11 153	11 153	11 935	11 153	11 153	11 153	11 153	11 153	11 153	11 153	134 620	137 636	145 015
Vote 3 - CORPORATE SERVICES	2 599	2 599	2 599	2 599	3 277	2 599	2 799	2 599	2 599	2 599	2 599	2 599	32 067	33 799	35 624
Vote 4 - PLANNING & DEVELOPMENT	1 595	1 595	1 595	1 595	2 048	1 595	1 595	1 595	1 595	1 595	1 595	1 595	19 591	14 634	15 411
Vote 5 - COMMUNITY & SOCIAL SERVICES	9 739	9 739	9 739	9 739	13 362	9 739	9 739	9 739	9 739	9 739	9 739	9 739	120 495	127 001	133 860
Vote 6 - INFRASTRUCTURE & DEVELOPMENT	16 667	16 667	16 667	16 667	20 657	16 667	16 667	16 667	16 667	16 667	16 667	16 667	203 990	210 054	221 308
Total Expenditure by Vote	44 790	44 790	44 790	44 790	55 109	44 790	44 990	44 790	44 790	44 790	44 790	44 790	548 002	556 003	585 871
Surplus/(Deficit) before assoc.	95 812	(30 394)	(30 394)	(30 394)	83 053	(30 394)	(30 594)	(30 394)	31 489	(30 394)	(30 394)	(30 394)	(63 393)	(13 739)	59 429
Taxation													–	–	–
Attributable to minorities													–	–	–
Share of surplus/ (deficit) of associate													–	–	–
Surplus/(Deficit)	95 812	(30 394)	(30 394)	(30 394)	83 053	(30 394)	(30 594)	(30 394)	31 489	(30 394)	(30 394)	(30 394)	(63 393)	(13 739)	59 429

SA27 - Budgeted monthly revenue and expenditure (standard classification)

Description	Budget Year 2013/14												Medium Term Revenue and Expenditure Framework		
	July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
R thousand															
Revenue - Standard															
<i>Governance and administration</i>	64 944	5 412	5 412	5 412	62 504	5 412	5 412	5 412	33 958	5 412	5 412	5 412	210 112	234 175	280 609
Executive and council	2 418				2 418				1 209				6 044		
Budget and treasury office	62 233	5 118	5 118	5 118	59 793	5 118	5 118	5 118	32 455	5 118	5 118	5 118	200 542	230 297	276 343
Corporate services	294	294	294	294	294	294	294	294	294	294	294	294	3 526	3 878	4 266
<i>Community and public safety</i>	52	52	52	52	52	52	52	52	52	52	52	52	630	692	762
Community and social services	7	7	7	7	7	7	7	7	7	7	7	7	78	86	95
Sport and recreation															
Public safety	46	46	46	46	46	46	46	46	46	46	46	46	551	606	667
Housing															
Health															
<i>Economic and environmental services</i>	4 040	2 417	2 417	2 417	4 040	2 417	2 417	2 417	3 228	2 417	2 417	2 417	33 057	36 739	40 332
Planning and development	1 733	110	110	110	1 733	110	110	110	922	110	110	110	5 380	6 295	6 843
Road transport	2 164	2 164	2 164	2 164	2 164	2 164	2 164	2 164	2 164	2 164	2 164	2 164	25 969	28 565	31 422
Environmental protection	142	142	142	142	142	142	142	142	142	142	142	142	1 708	1 879	2 067
<i>Trading services</i>	71 567	6 515	6 515	6 515	71 567	6 515	6 515	6 515	39 041	6 515	6 515	6 515	240 811	270 657	323 598
Electricity	21 986	4 536	4 536	4 536	21 986	4 536	4 536	4 536	13 261	4 536	4 536	4 536	98 061	111 011	129 512
Water	39 594	1 298	1 298	1 298	39 594	1 298	1 298	1 298	20 446	1 298	1 298	1 298	111 321	123 398	150 265
Waste water management	273	273	273	273	273	273	273	273	273	273	273	273	3 273	3 601	3 961
Waste management	9 714	407	407	407	9 714	407	407	407	5 061	407	407	407	28 156	32 648	39 859
<i>Other</i>															
Total Revenue - Standard	140 603	14 396	14 396	14 396	138 163	14 396	14 396	14 396	76 279	14 396	14 396	14 396	484 609	542 264	645 300
Expenditure - Standard															
<i>Governance and administration</i>	16 789	16 789	16 789	16 789	19 042	16 789	16 989	16 789	16 789	16 789	16 789	16 789	203 926	204 313	215 293
Executive and council	3 037	3 037	3 037	3 037	3 829	3 037	3 037	3 037	3 037	3 037	3 037	3 037	37 238	32 878	34 654
Budget and treasury office	11 153	11 153	11 153	11 153	11 935	11 153	11 153	11 153	11 153	11 153	11 153	11 153	134 620	137 636	145 015
Corporate services	2 599	2 599	2 599	2 599	3 277	2 599	2 799	2 599	2 599	2 599	2 599	2 599	32 067	33 799	35 624
<i>Community and public safety</i>	2 540	2 540	2 540	2 540	3 193	2 540	2 540	2 540	2 540	2 540	2 540	2 540	31 136	32 817	34 589
Community and social services	393	393	393	393	635	393	393	393	393	393	393	393	4 956	5 223	5 505
Sport and recreation	8	8	8	8	8	8	8	8	8	8	8	8	101	106	112
Public safety	2 139	2 139	2 139	2 139	2 549	2 139	2 139	2 139	2 139	2 139	2 139	2 139	26 080	27 488	28 972
Housing															
Health															
<i>Economic and environmental services</i>	8 105	8 105	8 105	8 105	10 822	8 105	8 105	8 105	8 105	8 105	8 105	8 105	99 983	99 367	104 719
Planning and development	3 676	3 676	3 676	3 676	4 735	3 676	3 676	3 676	3 676	3 676	3 676	3 676	45 172	41 596	43 829
Road transport	3 787	3 787	3 787	3 787	5 063	3 787	3 787	3 787	3 787	3 787	3 787	3 787	46 720	49 243	51 902
Environmental protection	642	642	642	642	1 025	642	642	642	642	642	642	642	8 091	8 528	8 989
<i>Trading services</i>	17 355	17 355	17 355	17 355	22 053	17 355	17 355	17 355	17 355	17 355	17 355	17 355	212 957	219 505	231 270
Electricity	6 439	6 439	6 439	6 439	6 719	6 439	6 439	6 439	6 439	6 439	6 439	6 439	77 544	81 731	86 145
Water	7 082	7 082	7 082	7 082	9 700	7 082	7 082	7 082	7 082	7 082	7 082	7 082	87 606	87 385	92 015
Waste water management	271	271	271	271	311	271	271	271	271	271	271	271	3 293	3 471	3 659
Waste management	3 563	3 563	3 563	3 563	5 323	3 563	3 563	3 563	3 563	3 563	3 563	3 563	44 514	46 918	49 451
<i>Other</i>															
Total Expenditure - Standard	44 790	44 790	44 790	44 790	55 109	44 790	44 990	44 790	44 790	44 790	44 790	44 790	548 002	556 003	585 871
Surplus/(Deficit) before assoc.	95 812	(30 394)	(30 394)	(30 394)	83 053	(30 394)	(30 594)	(30 394)	31 489	(30 394)	(30 394)	(30 394)	(63 393)	(13 739)	59 429
Share of surplus/ (deficit) of associate															
Surplus/(Deficit)	95 812	(30 394)	(30 394)	(30 394)	83 053	(30 394)	(30 594)	(30 394)	31 489	(30 394)	(30 394)	(30 394)	(63 393)	(13 739)	59 429

SA28 - Budgeted monthly capital expenditure (municipal vote)

Description R thousand	Budget Year 2013/14												Medium Term Revenue and Expenditure Framework		
	July	August	Sept.	October	Nov.	Dec.	January	Feb.	March	April	May	June	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
Multi-year expenditure to be appropriated															
Vote 1 - EXECUTIVE & COUNCIL												-	-	-	-
Vote 2 - BUDGET & TREASURY OFFICE												-	-	-	-
Vote 3 - CORPORATE SERVICES												-	-	-	-
Vote 4 - PLANNING & DEVELOPMENT												-	-	-	-
Vote 5 - COMMUNITY & SOCIAL SERVICES												-	-	-	-
Vote 6 - INFRASTRUCTURE & DEVELOPMENT	10 784	10 784	10 784	10 784	10 784	10 784	10 784	10 784	10 784	10 784	10 784	10 784	129 403	101 236	12 720
Capital multi-year expenditure sub-total	10 784	10 784	10 784	10 784	10 784	10 784	10 784	10 784	10 784	10 784	10 784	10 784	129 403	102 236	45 382
Single-year expenditure to be appropriated															
Vote 1 - EXECUTIVE & COUNCIL												-	-	-	-
Vote 2 - BUDGET & TREASURY OFFICE	60	12		100								(0)	172	72	39
Vote 3 - CORPORATE SERVICES	167	167	167	187	167	167	167	167	167	167	167	167	2 020	-	490
Vote 4 - PLANNING & DEVELOPMENT				50									50	-	-
Vote 5 - COMMUNITY & SOCIAL SERVICES	500	500	500	650	650	500	500	500	500	500	500	500	6 300	-	10 400
Vote 6 - INFRASTRUCTURE & DEVELOPMENT	6 823	6 823	6 823	7 008	6 823	6 823	6 823	6 823	6 823	6 823	6 823	6 823	82 056	143 569	303 389
Capital single-year expenditure sub-total	7 549	7 501	7 489	7 994	7 639	7 489	7 489	7 489	7 489	7 489	7 489	7 489	90 598	143 641	314 318
Total Capital Expenditure	18 333	18 285	18 273	18 778	18 423	18 273	18 273	18 273	18 273	18 273	18 273	18 273	220 001	245 876	359 700

SA29 - Budgeted monthly capital expenditure (standard classification)

Description R thousand	Budget Year 2013/14												Medium Term Revenue and Expenditure Framework		
	July	August	Sept.	October	Nov.	Dec.	January	Feb.	March	April	May	June	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
Capital Expenditure - Standard															
<i>Governance and administration</i>	227	179	167	287	167	167	167	167	167	167	167	167	2 192	72	529
Executive and council												-	-	-	-
Budget and treasury office	60	12		100								(0)	172	72	39
Corporate services	167	167	167	187	167	167	167	167	167	167	167	167	2 020	-	490
<i>Community and public safety</i>	-	-	-	100	100	-	-	-	-	-	-	-	200	-	2 400
Community and social services				100	100								200	-	400
Sport and recreation													-	-	2 000
Public safety													-	-	-
Housing													-	-	-
Health													-	-	-
<i>Economic and environmental services</i>	4 680	4 680	4 680	4 780	4 730	4 680	4 680	4 680	4 680	4 680	4 680	4 680	56 315	73 042	81 105
Planning and development	417	417	417	467	417	417	417	417	417	417	417	417	5 050	-	8 000
Road transport	4 264	4 264	4 264	4 314	4 314	4 264	4 264	4 264	4 264	4 264	4 264	4 264	51 265	73 042	73 105
Environmental protection													-	-	-
<i>Trading services</i>	13 426	13 426	13 426	13 611	13 426	13 426	13 426	13 426	13 426	13 426	13 426	13 426	161 294	172 763	275 666
Electricity	2 156	2 156	2 156	2 156	2 156	2 156	2 156	2 156	2 156	2 156	2 156	2 156	25 875	16 200	19 200
Water	9 936	9 936	9 936	10 121	9 936	9 936	9 936	9 936	9 936	9 936	9 936	9 936	119 419	137 563	223 746
Waste water management	1 250	1 250	1 250	1 250	1 250	1 250	1 250	1 250	1 250	1 250	1 250	1 250	15 000	18 000	20 000
Waste management	83	83	83	83	83	83	83	83	83	83	83	83	1 000	1 000	12 720
<i>Other</i>													-	-	-
Total Capital Expenditure - Standard	18 333	18 285	18 273	18 778	18 423	18 273	18 273	18 273	18 273	18 273	18 273	18 273	220 001	245 876	359 700

SA30 - Budgeted monthly cash flow

MONTHLY CASH FLOWS	Budget Year 2013/14												Medium Term Revenue and Expenditure Framework		
	July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
R thousand															
Cash Receipts By Source															
Property rates	4 307	4 307	4 307	4 307	4 307	4 307	4 307	4 307	4 307	4 307	4 307	4 307	1 51 688	57 071	63 003
Property rates - penalties & collection charges															
Service charges - electricity revenue	4 163	4 163	4 163	4 163	4 163	4 163	4 163	4 163	4 163	4 163	4 163	4 163	49 954	55 155	60 888
Service charges - water revenue	1 191	1 191	1 191	1 191	1 191	1 191	1 191	1 191	1 191	1 191	1 191	1 191	14 298	15 786	17 427
Service charges - sanitation revenue	250	250	250	250	250	250	250	250	250	250	250	250	3 004	3 317	3 661
Service charges - refuse revenue	374	374	374	374	374	374	374	374	374	374	374	374	4 487	4 954	5 469
Service charges - other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Rental of facilities and equipment	203	203	203	203	203	203	203	203	203	203	203	203	2 440	2 694	2 974
Interest earned - external investments	183	183	183	183	183	183	183	183	183	183	183	183	2 200	2 420	2 662
Interest earned - outstanding debtors	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Dividends received	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Fines	42	42	42	42	42	42	42	42	42	42	42	42	505	557	615
Licences and permits	2	2	2	2	2	2	2	2	2	2	2	2	22	25	27
Agency services	1 986	1 986	1 986	1 986	1 986	1 986	1 986	1 986	1 986	1 986	1 986	1 986	23 827	26 308	29 043
Transfer receipts - operational	126 207				123 767				61 883				311 857	352 237	436 270
Other revenue	397	397	397	397	397	397	397	397	397	397	397	397	4 765	5 261	5 808
Cash Receipts by Source	139 306	13 099	13 099	13 099	136 866	13 099	13 099	13 099	74 982	13 099	13 099	13 099	469 046	525 785	627 848
Other Cash Flows by Source															
Transfer receipts - capital	83 694				83 694				41 847				209 234	238 619	349 436
Contributions recognised - capital & Contributed assets															
Proceeds on disposal of PPE															
Short term loans															
Borrowing long term/refinancing															
Increase (decrease) in consumer deposits															
Decrease (Increase) in non-current debtors															
Decrease (increase) other non-current receivables															
Decrease (increase) in non-current investments															
Total Cash Receipts by Source	223 000	13 099	13 099	13 099	220 560	13 099	13 099	13 099	116 829	13 099	13 099	13 099	678 281	764 405	977 284
Cash Payments by Type															
Employee related costs	16 579	16 579	16 579	16 579	26 898	16 579	16 579	16 579	16 579	16 579	16 579	16 579	209 271	214 201	225 768
Remuneration of councillors	1 503	1 503	1 503	1 503	1 503	1 503	1 503	1 503	1 503	1 503	1 503	1 503	18 034	19 008	20 034
Finance charges	125	125	125	125	125	125	125	125	125	125	125	125	1 499	1 580	1 666
Bulk purchases - Electricity	5 422	5 422	5 422	5 422	5 422	5 422	5 422	5 422	5 422	5 422	5 422	5 422	65 070	68 584	72 287
Bulk purchases - Water & Sewer	97	97	97	97	97	97	97	97	97	97	97	97	1 163	1 226	1 292
Other materials	85	85	85	85	85	85	85	85	85	85	85	85	1 014	1 069	1 127
Contracted services	1 459	1 459	1 459	1 459	1 459	1 459	1 459	1 459	1 459	1 459	1 459	1 459	17 505	18 450	19 446
Transfers and grants - other municipalities															
Transfers and grants - other						200							200	211	222
Other expenditure	12 016	12 016	12 016	12 016	12 016	12 016	12 016	12 016	12 016	12 016	12 016	12 016	144 198	136 764	143 993
Cash Payments by Type	37 286	37 286	37 286	37 286	47 605	37 286	37 486	37 286	37 286	37 286	37 286	37 286	457 954	461 092	485 835
Other Cash Flows/Payments by Type															
Capital assets															
Repayment of borrowing															
Other Cash Flows/Payments															
Total Cash Payments by Type	37 286	37 286	37 286	37 286	47 605	37 286	37 486	37 286	37 286	37 286	37 286	37 286	457 954	461 092	485 835
NET INCREASE/(DECREASE) IN CASH HELD	185 713	(24 187)	(24 187)	(24 187)	172 954	(24 187)	(24 387)	(24 187)	79 543	(24 187)	(24 187)	(24 187)	220 327	303 312	491 449
Cash/cash equivalents at the month/year begin:	185 713	185 713	161 526	137 339	113 152	286 106	261 919	237 532	213 345	292 888	268 701	244 514	-	220 327	523 639
Cash/cash equivalents at the month/year end:	185 713	161 526	137 339	113 152	286 106	261 919	237 532	213 345	292 888	268 701	244 514	220 327	220 327	523 639	1 015 089

2.1 Contracts having future budgetary implications

In terms of the municipality's Supply Chain Management Policy, no contracts are awarded beyond the medium-term revenue and expenditure framework (three years). In ensuring adherence to this contractual time frame limitation, all reports submitted to either the Bid Evaluation and Adjudication Committees must obtain formal financial comments from the Financial Management Division of the Treasury Department.

2.2 Capital expenditure details

The following three tables present details of the municipality's capital expenditure programme, firstly on new assets, then the renewal of assets and finally on the repair and maintenance of assets.

SA 34a - Capital expenditure on new assets by asset class

Description	2009/10	2010/11	2011/12	Current Year 2012/13			2013/14 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
R thousand									
Capital expenditure on new assets by Asset Class/Sub-class									
Infrastructure	47 134	51 967	56 703	39 842	42 890	42 890	40 475	130 504	171 802
Infrastructure - Road transport	–	18 484	45 253	–	–	–	8 000	45 704	70 293
Roads, Pavements & Bridges	–	18 484	45 253	–	–	–	8 000	45 704	70 293
Storm water									
Infrastructure - Electricity	14 792	7 850	–	14 600	18 848	18 848	21 175	11 500	14 500
Generation									
Transmission & Reticulation	14 792	7 850	–	14 600	18 848	18 848	21 175	11 500	14 500
Street Lighting									
Infrastructure - Water	32 342	23 259	11 104	14 042	14 042	14 042	10 300	54 300	74 290
Dams & Reservoirs			11 104				–	5 000	–
Water purification									
Reticulation	32 342	23 259	–	14 042	14 042	14 042	10 300	49 300	74 290
Infrastructure - Sanitation	–	2 375	–	10 000	10 000	10 000	–	–	–
Reticulation		2 375		10 000	10 000	10 000			
Sewerage purification									
Infrastructure - Other	–	–	347	1 200	–	–	1 000	19 000	12 720
Waste Management			347	1 200			1 000	19 000	12 720
Transportation									
Gas									
Other									
Community	131	–	–	–	–	–	20 000	18 000	28 000
Parks & gardens									
Sportsfields & stadia									
Swimming pools									
Community halls							5 000	–	8 000
Libraries									
Recreational facilities									
Fire, safety & emergency									
Security and policing									
Buses									
Clinics									
Museums & Art Galleries									
Cemeteries									
Social rental housing									
Other	131						15 000	18 000	20 000
Heritage assets	–	–	–	–	–	–	–	–	–
Buildings									
Other									
Investment properties	–	–	–	–	–	–	–	–	–
Housing development									
Other									
Other assets	13 738	15 038	8 286	13 114	11 698	11 698	534	257	3 258
General vehicles	1 790	7 589	615	1 530	1 130	1 130	–	–	800
Specialised vehicles	–	–	–	–	–	–	–	–	2 000
Plant & equipment	3 777	5 563	2 258	5 173	5 305	5 305	235	185	335
Computers - hardware/equipment	1 427	764	345	548	575	575	87		24
Furniture and other office equipment	681	1 121	234	785	750	750	112	72	99
Abattoirs									
Markets				200	12	12			
Civic Land and Buildings									
Other Buildings	5 638			750	746	746	100	–	–
Other Land									
Surplus Assets - (Investment or Inventory)									
Other	425		4 835	4 129	3 181	3 181			
Agricultural assets	–	–	–	–	–	–	–	–	–
List sub-class									
Biological assets	–	–	–	–	–	–	–	–	–
List sub-class									
Intangibles	–	–	–	–	–	–	33	–	6
Computers - software & programming							33		6
Other (list sub-class)									
Total Capital Expenditure on new assets	61 003	67 005	64 990	52 956	54 588	54 588	61 042	148 760	203 067
Specialised vehicles	–	–	–	–	–	–	–	–	2 000
Refuse									2 000
Fire									
Conservancy									
Ambulances									

SA34b - Capital expenditure on the renewal of existing assets by asset class

Description R thousand	2009/10	2010/11	2011/12	Current Year 2012/13			2013/14 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
Capital expenditure on renewal of existing assets by Asset Class/Sub-class									
Infrastructure	68 203	46 050	43 823	118 456	114 772	114 772	156 759	120 116	156 634
Infrastructure - Road transport	1 550	17 059	–	12 988	12 988	12 988	43 125	27 338	2 662
Roads, Pavements & Bridges	1 550	17 059	–	12 988	12 988	12 988	43 125	27 338	2 662
Storm water	–	–	–	–	–	–	–	–	–
Infrastructure - Electricity	–	–	11	11 000	9 838	9 838	4 700	4 700	4 700
Generation	–	–	–	–	–	–	–	–	–
Transmission & Reticulation	–	–	11	10 700	9 538	9 538	4 700	4 700	4 700
Street Lighting	–	–	–	300	300	300	–	–	–
Infrastructure - Water	64 128	28 991	37 290	88 601	86 079	86 079	108 934	88 078	149 272
Dams & Reservoirs	989	–	–	7 992	7 992	7 992	–	–	–
Water purification	4 947	–	–	–	–	–	–	–	–
Reticulation	58 191	28 991	37 290	80 609	78 087	78 087	108 934	88 078	149 272
Infrastructure - Sanitation	556	–	6 523	–	–	–	–	–	–
Reticulation	556	–	6 523	–	–	–	–	–	–
Sewerage purification	–	–	–	–	–	–	–	–	–
Infrastructure - Other	1 970	–	–	5 868	5 868	5 868	–	–	–
Waste Management	1 970	–	–	5 868	5 868	5 868	–	–	–
Transportation	–	–	–	–	–	–	–	–	–
Gas	–	–	–	–	–	–	–	–	–
Other	–	–	–	–	–	–	–	–	–
Community	211	3 658	3 642	10 234	10 234	10 234	200	–	–
Parks & gardens	–	–	–	–	–	–	–	–	–
Sportsfields & stadia	211	–	–	5 473	5 473	5 473	–	–	–
Swimming pools	–	–	–	–	–	–	–	–	–
Community halls	–	3 658	3 642	4 761	4 761	4 761	–	–	–
Libraries	–	–	–	–	–	–	–	–	–
Recreational facilities	–	–	–	–	–	–	–	–	–
Fire, safety & emergency	–	–	–	–	–	–	–	–	–
Security and policing	–	–	–	–	–	–	–	–	–
Buses	–	–	–	–	–	–	–	–	–
Clinics	–	–	–	–	–	–	–	–	–
Museums & Art Galleries	–	–	–	–	–	–	–	–	–
Cemeteries	–	–	–	–	–	–	–	–	–
Social rental housing	–	–	–	–	–	–	–	–	–
Other	–	–	–	–	–	–	200	–	–
Heritage assets	–	–	–	–	–	–	–	–	–
Buildings	–	–	–	–	–	–	–	–	–
Other	–	–	–	–	–	–	–	–	–
Investment properties	–	–	–	–	–	–	–	–	–
Housing development	–	–	–	–	–	–	–	–	–
Other	–	–	–	–	–	–	–	–	–
Other assets	808	–	622	600	–	–	2 000	–	–
General vehicles	–	–	–	–	–	–	–	–	–
Specialised vehicles	–	–	–	–	–	–	–	–	–
Plant & equipment	–	–	–	–	–	–	–	–	–
Computers - hardware/equipment	–	–	–	–	–	–	2 000	–	–
Furniture and other office equipment	–	–	–	–	–	–	–	–	–
Abattoirs	–	–	–	–	–	–	–	–	–
Markets	–	–	–	–	–	–	–	–	–
Civic Land and Buildings	–	–	–	–	–	–	–	–	–
Other Buildings	808	–	622	–	–	–	–	–	–
Other Land	–	–	–	–	–	–	–	–	–
Surplus Assets - (Investment or Inventory)	–	–	–	–	–	–	–	–	–
Other	–	–	–	600	–	–	–	–	–
Agricultural assets	–	–	–	–	–	–	–	–	–
List sub-class	–	–	–	–	–	–	–	–	–
Biological assets	–	–	–	–	–	–	–	–	–
List sub-class	–	–	–	–	–	–	–	–	–
Intangibles	–	–	–	–	–	–	–	–	–
Computers - software & programming	–	–	–	–	–	–	–	–	–
Other (list sub-class)	–	–	–	–	–	–	–	–	–
Total Capital Expenditure on renewal of existing assets	69 223	49 708	48 088	129 291	125 007	125 007	158 959	120 116	156 634
Specialised vehicles	–	–	–	–	–	–	–	–	–
Refuse	–	–	–	–	–	–	–	–	–
Fire	–	–	–	–	–	–	–	–	–
Conservancy	–	–	–	–	–	–	–	–	–
Ambulances	–	–	–	–	–	–	–	–	–
Renewal of Existing Assets as % of total capex	53.2%	42.6%	42.5%	70.9%	69.6%	69.6%	72.3%	44.7%	43.5%
Renewal of Existing Assets as % of deprecn"	212.4%	125.6%	80.2%	236.3%	186.7%	186.7%	229.8%	164.8%	203.8%

SA34c - Repairs and maintenance expenditure by asset class

MP324 Nkomazi - Supporting Table SA34c Repairs and maintenance expenditure by asset class

Description	2009/10	2010/11	2011/12	Current Year 2012/13			2013/14 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
R thousand									
Repairs and maintenance expenditure by Asset Class/Sub-class									
Infrastructure	111 368	–	19 770	113 507	116 685	116 685	26 376	22 848	23 993
Infrastructure - Road transport	14 420	–	2 594	19 131	17 831	17 831	3 250	3 426	3 611
Roads, Pavements & Bridges	14 420	–	2 594	19 131	17 831	17 831	3 250	3 426	3 611
Storm water									
Infrastructure - Electricity	5 000	–	1 321	9 495	9 095	9 095	2 568	2 706	2 853
Generation									
Transmission & Reticulation	5 000	–	1 321	9 495	9 095	9 095	2 568	2 706	2 853
Street Lighting									
Infrastructure - Water	76 692	–	12 896	60 861	64 861	64 861	14 330	10 152	10 611
Dams & Reservoirs	–								
Water purification	39 059								
Reticulation	37 632		12 896	60 861	64 861	64 861	14 330	10 152	10 611
Infrastructure - Sanitation	1 860	–	950	1 736	2 936	2 936	2 213	2 332	2 458
Reticulation	1 821		950	1 736	2 936	2 936	2 213	2 332	2 458
Sewerage purification	39								
Infrastructure - Other	13 396	–	2 009	22 283	21 961	21 961	4 015	4 232	4 460
Waste Management	13 396		2 009	22 283	21 961	21 961	4 015	4 232	4 460
Transportation									
Gas									
Other									
Community	13	–	39	43	43	43	36	38	40
Parks & gardens	13		39	43	43	43	36	38	40
Other assets	11 592	–	1 866	6 637	6 313	6 313	6 713	7 075	7 457
General vehicles	7 792		1 144	619	619	619	5 782	6 094	6 423
Specialised vehicles	–	–	–	1 959	1 959	1 959	–	–	–
Plant & equipment	–		–	2 901	2 901	2 901	86	91	95
Computers - hardware/equipment	25			59	59	59			
Furniture and other office equipment	376			167	153	153	181	191	201
Abattoirs			50		–	–			
Markets					–	–			
Civic Land and Buildings					–	–			
Other Buildings	1 628			895	595	595	664	700	738
Other Land			671		–	–			
Surplus Assets - (Investment or Inventory)					–	–			
Other	1 771			35	25	25			
Agricultural assets	–	–	–	–	–	–	–	–	–
List sub-class									
Biological assets	–	–	–	–	–	–	–	–	–
List sub-class									
Intangibles	–	–	–	–	–	–	–	–	–
Computers - software & programming									
Other (list sub-class)									
Total Repairs and Maintenance Expenditure	122 974	–	21 675	120 186	123 040	123 040	33 124	29 961	31 490
Specialised vehicles	–	–	–	1 959	1 959	1 959	–	–	–
Refuse				1 915	1 915	1 915			
Fire				45	45	45			
Conservancy									
Ambulances									
R&M as a % of PPE	16.7%	0.0%	0.0%	9.4%	9.1%	9.1%	2.2%	1.8%	1.7%
R&M as % Operating Expenditure	31.0%	0.0%	6.8%	24.7%	23.7%	23.7%	6.0%	5.4%	5.4%

SA34d – Depreciation by asset class

MP324 Nkomazi - Supporting Table SA34d Depreciation by asset class

Description	2009/10	2010/11	2011/12	Current Year 2012/13			2013/14 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
R thousand									
Depreciation by Asset Class/Sub-class									
Infrastructure	23 297	28 361	–	39 207	52 007	52 007	53 391	56 274	59 312
Infrastructure - Road transport	6 028	9 014	–	12 461	12 461	12 461	13 159	13 869	14 618
Roads, Pavements & Bridges	6 028	9 014	–	12 461	12 461	12 461	13 159	13 869	14 618
Storm water									
Infrastructure - Electricity	1 745	1 767	–	2 443	2 443	2 443	2 579	2 719	2 866
Generation									
Transmission & Reticulation	1 745	1 767	–	2 443	2 443	2 443	2 579	2 719	2 866
Street Lighting									
Infrastructure - Water	15 413	17 394	–	24 046	36 846	36 846	37 381	39 399	41 527
Dams & Reservoirs									
Water purification									
Reticulation	15 413	17 394	–	24 046	36 846	36 846	37 381	39 399	41 527
Infrastructure - Sanitation	90	107	–	148	148	148	156	165	173
Reticulation	90	107	–	148	148	148	156	165	173
Sewerage purification									
Infrastructure - Other	21	79	–	109	109	109	115	122	128
Waste Management	21	79	–	109	109	109	115	122	128
Transportation									
Gas									
Other									
Community	3 129	3 383	–	4 676	4 676	4 676	4 938	5 205	5 486
Other	3 129	3 383	–	4 676	4 676	4 676	4 938	5 205	5 486
Heritage assets	–	–	–	–	–	–	–	–	–
Buildings									
Other									
Investment properties	–	–	–	–	–	–	–	–	–
Housing development									
Other									
Other assets	6 158	7 800	–	10 783	10 211	10 211	10 783	11 365	11 978
General vehicles	2 520	3 231	–	4 466	3 894	3 894	4 112	4 334	4 568
Specialised vehicles	–	–	–	–	–	–	–	–	–
Plant & equipment	1 033	1 443	–	1 995	1 995	1 995	2 106	2 220	2 340
Computers - hardware/equipment	1 967	2 213	–	3 059	3 059	3 059	3 230	3 404	3 588
Furniture and other office equipment	637	914	–	1 264	1 264	1 264	1 335	1 407	1 483
Abattoirs									
Markets									
Civic Land and Buildings									
Other Buildings									
Other Land									
Surplus Assets - (Investment or Inventory)									
Other									
Agricultural assets	–	–	–	–	–	–	–	–	–
List sub-class									
Biological assets	–	–	–	–	–	–	–	–	–
List sub-class									
Intangibles	3	39	–	54	54	54	57	60	63
Computers - software & programming	3	39	–	54	54	54	57	60	63
Other (list sub-class)									
Total Depreciation	32 587	39 583	–	54 720	66 948	66 948	69 168	72 903	76 840

2.3 Legislation compliance status

Compliance with the MFMA implementation requirements have been substantially adhered to through the following activities:

1. In year reporting

Reporting to National Treasury in electronic format was fully complied with on a monthly basis. Section 71 reporting to the Executive Mayor (within 10 working days).

2. Internship programme

The municipality is participating in the Municipal Financial Management Internship programme and has employed five interns undergoing training in various divisions of the Budget and Treasury Office. Of the five interns one has been appointed permanently. They are expected to complete their extended their one year contract granted by the National Treasury on 30 June 2013. Since the introduction of the Internship programme the municipality has successfully employed and trained 5 interns through this programme. The Budget and Treasury Office has been established in accordance with the MFMA.

3. Audit Committee

An Audit Committee has been established and is fully functional.

4. Service Delivery and Implementation Plan

5.

The detail SDBIP document is at a draft stage and will be finalised after approval of the 2013/14 MTREF in May 2013 directly aligned and informed by the 2013/14 MTREF.

6. Annual Report

Annual report is compiled in terms of the MFMA and National Treasury requirements.

2.4 Other supporting documents

Table SA1 - Supporting detail to budgeted financial performance

Description	2009/10	2010/11	2011/12	Current Year 2012/13			2013/14 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
R thousand									
REVENUE ITEMS:									
Property rates									
Total Property Rates	55 887	41 801	36 458	78 219	55 219	55 219	60 741	66 815	73 496
less Revenue Foregone	20 310	12 786		4 011	4 011	4 011	4 412	4 854	5 339
Net Property Rates	35 577	29 015	36 458	74 207	51 207	51 207	56 328	61 961	68 157
Service charges - electricity revenue									
Total Service charges - electricity revenue	28 071	32 895	43 327	51 577	50 377	50 377	55 415	60 956	67 052
less Revenue Foregone				888	888	888	977	1 074	1 182
Net Service charges - electricity revenue	28 071	32 895	43 327	50 689	49 489	49 489	54 438	59 882	65 870
Service charges - water revenue									
Total Service charges - water revenue	9 119	17 553	7 542	18 665	14 165	14 165	15 581	17 139	18 853
less Revenue Foregone									
Net Service charges - water revenue	9 119	17 553	7 542	18 665	14 165	14 165	15 581	17 139	18 853
Service charges - sanitation revenue									
Total Service charges - sanitation revenue	2 270	3 948	2 754	2 978	2 978	2 978	3 273	3 601	3 961
less Revenue Foregone									
Net Service charges - sanitation revenue	2 270	3 948	2 754	2 978	2 978	2 978	3 273	3 601	3 961
Service charges - refuse revenue									
Total refuse removal revenue	3 343	948	3 507	4 445	4 445	4 445	4 890	5 379	5 917
Total landfill revenue									
less Revenue Foregone									
Net Service charges - refuse revenue	3 343	948	3 507	4 445	4 445	4 445	4 890	5 379	5 917
Other Revenue by source									
List other revenue by source									
	22 860		9 372	4 621	4 792	4 792	5 192	5 712	6 283
Total 'Other' Revenue	22 860	-	9 372	4 621	4 792	4 792	5 192	5 712	6 283
EXPENDITURE ITEMS:									
Employee related costs									
Basic Salaries and Wages	56 823	111 893	103 733	116 552	123 860	123 860	134 149	135 023	142 314
Pension and UIF Contributions	19 684	14 915	21 999	26 695	26 397	26 397	32 026	33 756	35 579
Medical Aid Contributions		3 955	5 918	4 238	5 840	5 840	7 048	7 429	7 830
Overtime	12 566	10 590	18 055	11 683	14 066	14 066	11 102	11 701	12 333
Performance Bonus	4 630	10 182	8 427	9 304	8 540	8 540	10 675	11 252	11 860
Motor Vehicle Allowance	33 904	5 762	7 801	8 085	8 087	8 087	7 599	8 010	8 442
Cellphone Allowance		456	891	1 156	1 149	1 149	1 096	1 155	1 217
Housing Allowances	1 088	839	1 123	1 103	1 162	1 162	1 343	1 416	1 492
Other benefits and allowances		2 471	12 208	3 924	6 420	6 420	1 963	2 069	2 181
Payments in lieu of leave		1 778	64	1 500	1 500	1 500	1 500	1 581	1 666
Long service awards			-	500	500	500	500	527	555
Post-retirement benefit obligations	102		-	154	254	254	268	282	298
sub-total	128 797	162 841	180 219	184 894	197 774	197 774	209 271	214 201	225 768
Less: Employees costs capitalised to PPE									
Total Employee related costs	128 797	162 841	180 219	184 894	197 774	197 774	209 271	214 201	225 768
Contributions recognised - capital									
List contributions by contract									
Total Contributions recognised - capital	-	-	-	-	-	-	-	-	-

Table SA1 - Supporting detail to budgeted financial performance (Continued)

Description	2009/10	2010/11	2011/12	Current Year 2012/13			2013/14 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
R thousand									
Bulk purchases									
Electricity Bulk Purchases	40 103	42 645	52 804	61 619	61 619	61 619	65 070	68 584	72 287
Water Bulk Purchases	979	584		1 301	1 101	1 101	1 163	1 226	1 292
Total bulk purchases	41 082	43 229	52 804	62 921	62 721	62 721	66 233	69 810	73 579
Transfers and grants									
Cash transfers and grants	–	–	–	200	200	200	200	211	222
Non-cash transfers and grants	–	–	–	6 598	6 598	6 598	6 967	7 344	7 740
Total transfers and grants	–	–	–	6 798	6 798	6 798	7 167	7 555	7 962
Contracted services									
Transport of money	255	298		296	396	396	418	441	464
Security	5 231	6 804		8 012	13 000	13 000	13 000	13 702	14 442
FMS Support services	95	3 922		2 108	1 708	1 708	1 804	1 901	2 004
Fleet Management	–	–		2 162	2 162	2 162	2 283	2 406	2 536
sub-total	5 581	11 024	–	12 578	17 266	17 266	17 505	18 450	19 446
Allocations to organs of state:									
Electricity									
Water									
Sanitation									
Other									
Total contracted services	5 581	11 024	–	12 578	17 266	17 266	17 505	18 450	19 446
Other Expenditure By Type									
Collection costs									
Contributions to 'other' provisions									
Consultant fees	4 580	327		1 914	1 770	1 770	1 254	1 322	1 393
Audit fees	1 562	3 292		1 581	1 581	1 581	1 581	1 666	1 756
General expenses	34 152	48 482		37 876	40 999	40 999	45 917	38 131	40 141
Data cleansing	–			1 054	854	854	854	900	949
Courier costs & postages	243	667		314	269	269	272	287	303
Debtors Data Collection	268	153		669	569	569	569	600	632
Rental of Equipments, buildings & Landfill site	6 886	7 098		6 515	6 908	6 908	6 437	6 784	7 150
Water Quality Monitoring	1 350	3 519		2 239	2 239	2 239	2 364	2 492	2 626
Compilation of supplementary valuation roll	5	166		3 900	2 227	2 227	5 748	6 058	6 385
Chemicals	37 709	7 021		13 465	10 465	10 465	11 049	11 646	12 274
Telephone (rental)	3 052	3 335		3 549	1 749	1 749	1 847	1 947	2 052
Training	1 260	1 085		1 547	1 664	1 664	2 280	2 403	2 533
Fuel & oil	5 057	8 530		5 901	5 801	5 801	6 120	6 450	6 798
Legal fees	6 812	12 172		1 054	5 054	5 054	3 000	3 162	3 333
Projects	1 305	1 432		1 435	1 400	1 400	1 530	1 612	1 699
IT Connectivity	4 836	2 755		2 000	1 500	1 500	1 584	1 670	1 760
Electricity New Connections	1 872	2 378		2 549	2 149	2 149	2 270	2 392	2 522
EAP programme	128	119		237	220	220	232	245	258
Licensing fees (Agency Fees)	–	–	–	14 163	14 163	14 163	14 956	15 764	16 615
Entrance control contract	–	16		157	57	57	60	63	67
Systems Development support	230	189		260	260	260	260	270	267
Asset Register	161	295		843	843	843	890	939	989
Repairs & Maintenance of Assets	54 267	25 323		27 991	30 845	30 845	33 124	29 961	31 490
Total 'Other' Expenditure	165 734	128 355	–	131 213	133 587	133 587	144 198	136 764	143 993
By Expenditure Item									
Employee related costs									
Other materials									
Contracted Services									
Other Expenditure	54 267	25 323		27 991	30 845	30 845	33 124	29 961	31 490
Total Repairs and Maintenance Expenditure	54 267	25 323	–	27 991	30 845	30 845	33 124	29 961	31 490

Table SA1 - Supporting detail to budgeted financial performance (Continued)

Description	2008/9	2009/10	2010/11	Current Year 2011/12				2012/13 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2012/13	Budget Year +1 2013/14	Budget Year +2 2014/15
R thousand										
Other Expenditure By Type										
Collection costs										
Contributions to 'other' provisions										
Consultant fees	3 108	4 580		1 823	1 383	1 383	1 383	1 914	2 001	2 179
Audit fees	581	1 562		1 500	1 643	1 643	1 643	1 581	1 670	1 760
General expenses	19 991	34 152		20 599	24 714	24 714	24 714	27 681	27 081	25 999
Data cleansing	–	–		1 000	900	900	900	1 054	1 113	1 173
Courier costs & postages	199	243		298	303	303	303	314	332	350
Debtors Data Collection	–	268		635	635	635	635	669	707	745
Contractors-Repairs & Maintenance of Assets	17 956	54 267		25 135	28 416	28 416	28 416	34 711	41 560	47 156
Rental of Equipments, buildings & Landfill site	3 335	6 886		6 692	7 213	7 213	7 213	7 187	7 688	8 221
Water Quality Monitoring	910	1 350		2 124	1 924	1 924	1 924	2 239	2 364	2 492
Compilation of supplementary valuation roll	1 329	5		3 700	3 700	3 700	3 700	3 900	4 118	4 341
Chemicals	17 153	37 709		12 775	11 775	11 775	11 775	13 465	14 219	14 987
Telephone (rental)	3 066	3 052		3 368	3 368	3 368	3 368	3 549	3 748	3 951
Training	823	1 260		1 389	1 366	1 366	1 366	1 473	1 522	1 772
Fuel & oil	5 193	5 057		5 419	6 794	6 794	6 794	5 901	6 231	6 568
Legal fees	3 199	6 812		1 000	1 500	1 500	1 500	1 054	1 113	1 173
Projects	872	1 305		1 362	1 342	1 342	1 342	1 435	1 515	1 597
FMS support services	75	95		2 000	2 000	2 000	2 000	2 108	2 226	2 346
IT Connectivity	1 450	4 836		3 929	3 429	3 429	3 429	4 141	4 373	4 609
Electricity New Connections	1 177	1 872		3 368	3 368	3 368	3 368	3 549	3 748	3 951
EAP programme	–	128		225	225	225	225	237	250	263
Continued Medical Contract	119	102		146	166	166	166	154	162	171
Entrance control contract	–	–		149	1	1	1	157	165	174
Systems Development support	210	230		270	247	247	247	260	320	300
Asset Register	210	161		800	863	863	863	843	890	939
Contribution to CRR	–	–		17 667	22 590	22 590	22 590	48 716	34 244	35 531
Total 'Other' Expenditure	80 956	165 930	–	117 370	129 864	129 864	129 864	168 292	163 362	172 746
Repairs and Maintenance										
Employee related costs	78 992	122 974	–	126 736	126 736	126 736	126 736	120 186	131 824	142 295
Other materials										
Contracted Services										
Other Expenditure	17 956	54 267		25 135	28 416	28 416	28 416	33 765	40 560	46 102
Total Repairs and Maintenance Expenditure	96 948	177 241	–	151 871	155 152	155 152	155 152	153 951	172 384	188 397

Table SA2 – Matrix financial performance budget (revenue source/expenditure type and department)

Description	Vote 1 - EXECUTIVE & COUNCIL	Vote 2 - BUDGET & TREASURY OFFICE	Vote 3 - CORPORATE SERVICES	Vote 4 - PLANNING & DEVELOPME NT	Vote 5 - COMMUNITY & SOCIAL SERVICES	Vote 6 - INFRASTRUCT URE & DEVELOPME NT	Total
R thousand							
Revenue By Source							
Property rates		56 328					56 328
Property rates - penalties & collection charges							-
Service charges - electricity revenue						54 438	54 438
Service charges - water revenue						15 581	15 581
Service charges - sanitation revenue						3 273	3 273
Service charges - refuse revenue					4 890		4 890
Service charges - other							-
Rental of facilities and equipment			2 659				2 659
Interest earned - external investments		2 200					2 200
Interest earned - outstanding debtors		1 650					1 650
Dividends received							-
Fines					550		550
Licences and permits				24			24
Agency services					25 966		25 966
Other revenue		1 238	866	1 298	1 788	3	5 192
Transfers recognised - operational	6 044	139 126			23 266	143 421	311 857
Gains on disposal of PPE							-
Total Revenue (excluding capital transfers and contri	6 044	200 542	3 526	1 322	56 459	216 716	484 609
Expenditure By Type							
Employee related costs	12 975	16 148	16 774	9 788	72 374	81 212	209 271
Remuneration of councillors	18 034						18 034
Debt impairment		13 913					13 913
Depreciation & asset impairment		69 168					69 168
Finance charges						1 499	1 499
Bulk purchases						66 233	66 233
Other materials		295	116	26	389	188	1 014
Contracted services		4 505			13 000		17 505
Transfers and grants		6 967	200				7 167
Other expenditure	6 229	23 624	14 978	9 777	34 731	54 858	144 198
Loss on disposal of PPE							-
Total Expenditure	37 238	134 620	32 067	19 591	120 495	203 990	548 002
Surplus/(Deficit)	(31 194)	65 922	(28 542)	(18 269)	(64 036)	12 726	(63 393)
Transfers recognised - capital							-
Contributions recognised - capital							-
Contributed assets							-
Surplus/(Deficit) after capital transfers & contributions	(31 194)	65 922	(28 542)	(18 269)	(64 036)	12 726	(63 393)

Table SA3 – Supporting detail to Statement of Financial Position

Description	2009/10	2010/11	2011/12	Current Year 2012/13				2013/14 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
R thousand										
ASSETS										
Call investment deposits										
Call deposits < 90 days	35 000	5 000	5 000					55 000	40 000	202 065
Other current investments > 90 days				5 000	5 000	5 000	5 000	5 000	5 000	5 000
Total Call investment deposits	35 000	5 000	5 000	5 000	5 000	5 000	5 000	60 000	45 000	207 065
Consumer debtors										
Consumer debtors	23 731	39 606		48 386	48 386	48 386	48 386	39 225	56 138	54 531
Less: Provision for debt impairment	–	(9 737)		(13 175)	(13 175)	(13 175)	(13 175)	(13 913)	(14 664)	(15 456)
Total Consumer debtors	23 731	29 869	–	35 211	35 211	35 211	35 211	25 312	41 473	39 076
Debt impairment provision										
Balance at the beginning of the year				13 175	13 175	13 175	13 175	13 913	14 664	15 456
Contributions to the provision										
Bad debts written off										
Balance at end of year	–	–	–	13 175	13 175	13 175	13 175	13 913	14 664	15 456
Property, plant and equipment (PPE)										
PPE at cost/valuation (excl. finance leases)	767 165	1 326 898		1 518 829	1 611 872	1 611 872	1 589 237	1 694 963	1 992 439	2 319 139
Leases recognised as PPE	–	–		–	–	–	–	–	–	–
Less: Accumulated depreciation	32 583	139 306		242 006	265 251	265 251	265 251	334 419	407 322	484 162
Total Property, plant and equipment (PPE)	734 582	1 187 592	–	1 276 822	1 346 621	1 346 621	1 323 985	1 360 544	1 585 116	1 834 976
LIABILITIES										
Current liabilities - Borrowing										
Short term loans (other than bank overdraft)										
Current portion of long-term liabilities	2 524	2 617		499	499	499	499	974	566	472
Total Current liabilities - Borrowing	2 524	2 617	–	499	499	499	499	974	566	472
Trade and other payables										
Trade and other creditors	59 709	43 281		30 504	110 225	110 225	110 225	37 286	38 163	38 424
Unspent conditional transfers	25 564	16 975	7 811							
VAT										
Total Trade and other payables	85 273	60 257	7 811	30 504	110 225	110 225	110 225	37 286	38 163	38 424
Non current liabilities - Borrowing										
Borrowing	4 528	3 263		2 991	2 991	2 991	2 991	2 709	2 142	1 670
Finance leases (including PPP asset element)	2 911	2 095								
Total Non current liabilities - Borrowing	7 439	5 359	–	2 991	2 991	2 991	2 991	2 709	2 142	1 670
Provisions - non-current										
Retirement benefits								268	282	298
List other major provision items										
Refuse landfill site rehabilitation								2 000	2 108	2 222
Other				12 885	12 885	12 885	12 885	9 808	10 338	10 896
Total Provisions - non-current	–	–	–	12 885	12 885	12 885	12 885	12 076	12 728	13 416
CHANGES IN NET ASSETS										
Accumulated Surplus/(Deficit)										
Accumulated Surplus/(Deficit) - opening balance	763 965	868 073		934 660	1 216 454	1 216 454	1 216 454	1 281 456	1 427 298	1 652 179
GRAP adjustments	–	–		120 074						
Restated balance	763 965	868 073	–	1 054 734	1 216 454	1 216 454	1 216 454	1 281 456	1 427 298	1 652 179
Surplus/(Deficit)	(21 890)	9 752	194 839	120 074	65 002	65 002	65 002	145 842	224 881	408 866
Appropriations to Reserves										
Transfers from Reserves										
Depreciation offsets										
Other adjustments										
Accumulated Surplus/(Deficit)	742 075	877 825	194 839	1 174 808	1 281 456	1 281 456	1 281 456	1 427 298	1 652 179	2 061 044
Reserves										
Housing Development Fund										
Capital replacement										
Self-insurance										
Other reserves										
Revaluation										
Total Reserves	–	–	–	–	–	–	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY	742 075	877 825	194 839	1 174 808	1 281 456	1 281 456	1 281 456	1 427 298	1 652 179	2 061 044

Table SA14 – Household Bills

Description	2009/10	2010/11	2011/12	Current Year 2012/13			2013/14 Medium Term Revenue & Expenditure Framework			
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2013/14 % incr.	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
Rand/cent										
Monthly Account for Household - 'Middle Income Range'										
Rates and services charges:										
Property rates	313.23	355.94	355.94	355.94	355.94	355.94	44%	513.75	554.85	599.24
Electricity: Basic levy	42.50	45.05	49.56	100.00	100.00	100.00	10%	110.00	118.80	128.30
Electricity: Consumption	528.00	700.00	840.00	970.00	970.00	970.00	6%	1 030.00	1 102.10	1 179.25
Water: Basic levy	62.95	66.73	73.41	80.71	80.71	80.71	10%	88.78	95.88	103.55
Water: Consumption	96.00	102.00	112.20	123.30	123.30	123.30	10%	135.60	146.45	158.16
Sanitation	101.00	107.06	117.76	129.53	129.53	129.53	10%	142.48	153.88	166.19
Refuse removal	62.50	66.25	72.88	80.16	80.16	80.16	0	88.18	95.23	102.85
Other	–	–	–	–	–	–				
sub-total	1 206.18	1 443.03	1 621.75	1 839.64	1 839.64	1 839.64	14.6%	2 108.79	2 267.19	2 437.55
VAT on Services	116.26	142.92	167.01	196.50	196.50	196.50		223.31	239.73	257.36
Total large household bill:	1 322.44	1 585.95	1 788.76	2 036.13	2 036.13	2 036.13	14.5%	2 332.10	2 506.92	2 694.91
% increase/decrease		19.9%	12.8%	13.8%	–	–		14.5%	7.5%	7.5%
Monthly Account for Household - 'Affordable Range'										
Rates and services charges:										
Property rates	219.73	249.69	249.69	249.69	249.69	249.69	45.7%	363.75	392.85	424.28
Electricity: Basic levy	42.50	45.05	49.56	100.00	100.00	100.00	10.0%	110.00	118.80	128.30
Electricity: Consumption	264.00	350.00	420.00	485.00	485.00	485.00	6.2%	515.00	551.05	589.62
Water: Basic levy	62.95	66.73	73.41	80.71	80.71	80.71	10.0%	88.78	95.88	103.55
Water: Consumption	80.00	85.00	93.50	102.75	102.75	102.75	10.0%	113.00	122.04	131.80
Sanitation	101.00	107.06	117.76	129.53	129.53	129.53	10.0%	142.48	153.88	166.19
Refuse removal				39.71	39.71	39.71	10.0%	43.68	47.17	50.95
Other										
sub-total	770.18	903.53	1 003.92	1 187.39	1 187.39	1 187.39	15.9%	1 376.69	1 481.68	1 594.70
VAT on Services	85.81	100.81	115.80	136.94	136.94	136.94				
Total small household bill:	855.99	1 004.34	1 119.71	1 324.33	1 324.33	1 324.33	4.0%	1 376.69	1 481.68	1 594.70
% increase/decrease		17.3%	11.5%	18.3%	–	–		4.0%	7.6%	7.6%
Monthly Account for Household - 'Indigent'										
Household receiving free basic services										
Rates and services charges:										
Property rates										
Electricity: Basic levy	15.00	15.00	15.00	15.00	15.00	15.00	–	15.00	15.00	15.00
Electricity: Consumption	50.00	50.00	50.00	50.00	50.00	50.00	–	50.00	50.00	50.00
Water: Basic levy										
Water: Consumption										
Sanitation										
Refuse removal										
Other										
sub-total	65.00	65.00	65.00	65.00	65.00	65.00	–	65.00	65.00	65.00
VAT on Services	7.00	7.00	7.00	7.00	7.00	7.00				
Total small household bill:	72.00	72.00	72.00	72.00	72.00	72.00	(9.7%)	65.00	65.00	65.00
% increase/decrease		–	–	–	–	–		(9.7%)	–	–

Table SA22 – Summary councillor and staff benefits

R thousand	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
	A	B	C	D	E	F	G	H	I
Councillors (Political Office Bearers plus Other)									
Basic Salaries and Wages	8 912	7 031		10 575	10 575	10 575	11 006	11 600	12 227
Pension and UIF Contributions	860	1 012		1 597	1 685	1 685	1 619	1 706	1 798
Medical Aid Contributions	96	73		185	115	115	369	388	409
Motor Vehicle Allowance	2 782	2 309		3 995	3 995	3 995	3 927	4 139	4 362
Cellphone Allowance	612	3 682		876	876	876	914	963	1 015
Housing Allowances	—	—		—	—	—	22	23	24
Other benefits and allowances	—	—		176	176	176	179	188	198
Sub Total - Councillors	13 262	14 107	—	17 404	17 422	17 422	18 034	19 008	20 034
% Increase		6.4%	(100.0%)	—	0.1%	—	3.5%	5.4%	5.4%
Senior Managers of the Municipality									
Basic Salaries and Wages	3 545	2 043		3 920	3 920	3 920	4 089	4 309	4 542
Pension and UIF Contributions	523	401		902	902	902	1 022	1 077	1 136
Medical Aid Contributions	16						84	89	93
Overtime									
Performance Bonus	79			327	327	327	341	359	379
Motor Vehicle Allowance	672	330		636	636	636	960	1 012	1 066
Cellphone Allowance	55			149	149	149			
Housing Allowances							32	33	35
Other benefits and allowances	35	793		0	0	0	66	69	73
Payments in lieu of leave									
Long service awards									
Post-retirement benefit obligations									
Sub Total - Senior Managers of Municipality	4 927	3 567	—	5 933	5 933	5 933	6 593	6 949	7 324
% Increase		(27.6%)	(100.0%)	—	—	—	11.1%	5.4%	5.4%
Other Municipal Staff									
Basic Salaries and Wages	53 278	109 851		112 633	119 940	119 940	130 061	130 714	137 772
Pension and UIF Contributions	15 329	14 515		25 794	25 495	25 495	31 004	32 678	34 443
Medical Aid Contributions	3 832	3 955		4 238	5 840	5 840	6 964	7 340	7 737
Overtime	12 566	10 590		11 683	14 066	14 066	11 102	11 701	12 333
Performance Bonus	4 630	10 182		8 977	8 213	8 213	10 335	10 893	11 481
Motor Vehicle Allowance	4 885	5 432		7 450	7 451	7 451	6 639	6 998	7 376
Cellphone Allowance	663	456		1 006	1 000	1 000	1 096	1 155	1 217
Housing Allowances	1 088	839		1 103	1 162	1 162	1 312	1 383	1 457
Other benefits and allowances	27 497	1 678		3 924	6 420	6 420	1 897	2 000	2 108
Payments in lieu of leave		1 778		1 500	1 500	1 500	1 500	1 581	1 666
Long service awards		—		500	500	500		527	555
Post-retirement benefit obligations	102	—		154	254	254	268	282	298
Sub Total - Other Municipal Staff	123 871	159 274	—	178 961	191 841	191 841	202 678	207 252	218 444
% Increase		28.6%	(100.0%)	—	7.2%	—	5.6%	2.3%	5.4%
Total Parent Municipality	142 060	176 948	—	202 297	215 195	215 195	227 305	233 209	245 802
		24.6%	(100.0%)	—	6.4%	—	5.6%	2.6%	5.4%
Board Members of Entities									
Basic Salaries and Wages									
Pension and UIF Contributions									
Medical Aid Contributions									
Overtime									
Performance Bonus									
Motor Vehicle Allowance									
Cellphone Allowance									
Housing Allowances									
Other benefits and allowances									
Board Fees									
Payments in lieu of leave									
Long service awards									
Post-retirement benefit obligations									
Sub Total - Board Members of Entities	—	—	—	—	—	—	—	—	—
% Increase		—	—	—	—	—	—	—	—
Senior Managers of Entities									
Basic Salaries and Wages									
Pension and UIF Contributions									
Medical Aid Contributions									
Overtime									
Performance Bonus									
Motor Vehicle Allowance									
Cellphone Allowance									
Housing Allowances									
Other benefits and allowances									
Payments in lieu of leave									
Long service awards									
Post-retirement benefit obligations									
Sub Total - Senior Managers of Entities	—	—	—	—	—	—	—	—	—
% Increase		—	—	—	—	—	—	—	—
Other Staff of Entities									
Basic Salaries and Wages									
Pension and UIF Contributions									
Medical Aid Contributions									
Overtime									
Performance Bonus									
Motor Vehicle Allowance									
Cellphone Allowance									
Housing Allowances									
Other benefits and allowances									
Payments in lieu of leave									
Long service awards									
Post-retirement benefit obligations									
Sub Total - Other Staff of Entities	—	—	—	—	—	—	—	—	—
% Increase		—	—	—	—	—	—	—	—
Total Municipal Entities	—	—	—	—	—	—	—	—	—
TOTAL SALARY, ALLOWANCES & BENEFITS	142 060	176 948	—	202 297	215 195	215 195	227 305	233 209	245 802
% Increase		24.6%	(100.0%)	—	6.4%	—	5.6%	2.6%	5.4%
TOTAL MANAGERS AND STAFF	128 797	162 841	—	184 894	197 774	197 774	209 271	214 201	225 768

Disclosure of Salaries, Allowances & Benefits 1.	No.	Salary	Contributions	Allowances	Performance Bonuses	In-kind benefits	Total Package
Rand per annum			1.				2.
Councillors							
Speaker	1	374 194	55 342	160 873			590 409
Chief Whip	1	350 807	84 949	152 472			588 228
Executive Mayor	1	467 743	106 327	196 167			770 237
Deputy Executive Mayor							-
Executive Committee	5	1 754 034	354 344	773 855			2 882 233
Total for all other councillors	57	8 059 310	1 386 375	3 757 254			13 202 938
Total Councillors	65	11 006 087	1 987 337	5 040 621			18 034 045
Senior Managers of the Municipality							
Municipal Manager (MM)	1	1 011 150	242 676	169 109	84 263		1 507 198
Chief Finance Officer	1	869 910	208 778	141 574	72 493		1 292 755
Director Corporate Services	1	661 260	158 702	136 705	55 105		1 011 773
Director Planning & Development	1	451 845	140 779	253 342	37 654		883 620
Director Infrastructure Development	1	534 491	160 614	238 727	44 541		978 373
Director Community Services	1	559 870	19 370	293 142	46 656		919 038
List of each official with packages >= senior manager							-
							-
							-
							-
							-
							-
							-
							-
							-
							-
							-
Total Senior Managers of the Municipality	6	4 088 526	930 919	1 232 599	340 710		6 592 755
A Heading for Each Entity							
List each member of board by designation							-
							-
							-
							-
							-
							-
							-
							-
							-
							-
							-
Total for municipal entities	-	-	-	-	-		-
TOTAL COST OF COUNCILLOR, DIRECTOR and EXECUTIVE REMUNERATION	71	15 094 613	2 918 256	6 273 220	340 710		24 626 800

Municipal Vote/Capital project	Program/Project description	2013/14 Medium Term Revenue & Expenditure Framework			Project information
		Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16	New or renewal
R thousand					
Parent municipality:					
<i>List all capital projects grouped by Municipal Vote</i>					
BUDGET & TREASURY	Reception chairs (2xsteel 5seater)	12			New
BUDGET & TREASURY	4X Laptops	60			New
BUDGET & TREASURY	Furniture & equipment	100	72	39	New
CORPORATE SERVICES	Desktop computer X 2	10			New
CORPORATE SERVICES	Bus- for the municipality			400	New
CORPORATE SERVICES	Furniture - Typist			20	New
CORPORATE SERVICES	Office Furniture - PMS Coordinator,			40	New
CORPORATE SERVICES	Laptop X 2			30	New
CORPORATE SERVICES	upgrade of server and sophos antivirus software	2 000			Renewal
CORPORATE SERVICES	Air conditioner x2	10			New
COMMUNITY SERVICES	Jeppes Reef Community Hall	5 000			New
PLANNING & DEVELOPMENT	5X Desktop computers	50			New
COMMUNITY SERVICES	Fencing:Naas	200			Renewal
COMMUNITY SERVICES	3ton truck			400	New
COMMUNITY SERVICES	4x mini truck fire engines			2 000	New
COMMUNITY SERVICES	Block B community hall (500 people)			8 000	New
COMMUNITY SERVICES	Transfer station, Marlothpark	1 000			New
COMMUNITY SERVICES	Paving phase two	100			New
COMMUNITY SERVICES	nkomazi landfill site and feasibility study		1 000	12 720	New
INFRASTRUCTURE DEVELOPMENT	Old villages sanitation projects	7 500	9 000	10 000	New
INFRASTRUCTURE DEVELOPMENT	New villages sanitation projects	7 500	9 000	10 000	New
INFRASTRUCTURE DEVELOPMENT	Eastgate(Kamhlushwa) bus route phase 2 (5 KM)	9 000			Renewal
INFRASTRUCTURE DEVELOPMENT	15 x Liquid fire extinguishers	40		60	New
INFRASTRUCTURE DEVELOPMENT	Workshop Tools			90	New
INFRASTRUCTURE DEVELOPMENT	M B to Tax Rank Bus Route (KaMhlushwa) (3KM)	8 000			New
INFRASTRUCTURE DEVELOPMENT	Driekoppies bus route (8KM)	15 892	17 338	2 662	Renewal
INFRASTRUCTURE DEVELOPMENT	Mafambisa bus route(6KM)	18 233	10 000		Renewal
INFRASTRUCTURE DEVELOPMENT	Block C bus route (Phakama 5km)			21 235	New
INFRASTRUCTURE DEVELOPMENT	Mangweni bus route(6km)			25 357	New
INFRASTRUCTURE DEVELOPMENT	Tonga Bus route (4km)			16 000	New
INFRASTRUCTURE DEVELOPMENT	Orlando bus route(2km)			7 701	New
INFRASTRUCTURE DEVELOPMENT	Boschfontein bus route(6KM)		14 412		New
INFRASTRUCTURE DEVELOPMENT	Middelplaas roads (6km)		13 972		New
INFRASTRUCTURE DEVELOPMENT	Mbuzini bus route (4km)		17 320		New
INFRASTRUCTURE DEVELOPMENT	Masibekela Water Treatment Works Phase 2 (7ml)	37 758			Renewal
INFRASTRUCTURE DEVELOPMENT	Mzintzi bulk water supply upgrade (4KM)	10 000			Renewal
INFRASTRUCTURE DEVELOPMENT	Shongwe Hospital bulk water supply upgrade (Replacement of AC pipe) (6KM)	8 656			Renewal
INFRASTRUCTURE DEVELOPMENT	Upgrading of Masibekela bulk pipeline(replacement of Ac pipe) (10 KM)	16 000			Renewal
INFRASTRUCTURE DEVELOPMENT	Driekoppies Water treatment works (25ML)		15 578		Renewal
INFRASTRUCTURE DEVELOPMENT	network) 5ML &6KM		18 000		New
INFRASTRUCTURE DEVELOPMENT	Tonga D elevated tank + water Reticulation		5 000		New
INFRASTRUCTURE DEVELOPMENT	Mbuzini Water Reticulation	4 500			New
INFRASTRUCTURE DEVELOPMENT	UPGRADING OF MBUZINI WTW 6ML/DAY	9 324			Renewal
INFRASTRUCTURE DEVELOPMENT	HOYI RETICULATION (7,5) KM	5 000			New
INFRASTRUCTURE DEVELOPMENT	RESERVOIR & 0.3 ML ELEVATED TANK	10 000			Renewal
INFRASTRUCTURE DEVELOPMENT	ground reservoir, 0.3 ML elevated tank, pump house and 13 km water reticulation			15 000	Renewal
INFRASTRUCTURE DEVELOPMENT	reservoir,0.3 ML elevated tank, pump house and water reticulation			20 546	New
INFRASTRUCTURE DEVELOPMENT	reticulation			5 000	New
INFRASTRUCTURE DEVELOPMENT	reservoir			13 500	New
INFRASTRUCTURE DEVELOPMENT	Louville water treatment plant (6 ML)			25 390	New
INFRASTRUCTURE DEVELOPMENT	Mandulo bulk water supply (3km of 315 mm UPVC bulk line)			17 900	New
INFRASTRUCTURE DEVELOPMENT	Nhlavaville Water Reticulation (8 km)			4 500	New
INFRASTRUCTURE DEVELOPMENT	Phakama (Block C) water reticulation (17 km)			7 200	New
INFRASTRUCTURE DEVELOPMENT	Upgrading of Nyathi raw water				Renewal
INFRASTRUCTURE DEVELOPMENT	MASIBEKELA BULK WATER SUPPLY(3ML GR &0,3ML TOWER)		13 500		New
INFRASTRUCTURE DEVELOPMENT	STEENBOK BULK WATER SUPPLY(2ML GR &0,3ML TOWER)		13 500		New
INFRASTRUCTURE DEVELOPMENT	4km Bulk Line (315mm)	17 196	23 000	10 000	Renewal
INFRASTRUCTURE DEVELOPMENT	6ML/day			38 726	Renewal
INFRASTRUCTURE DEVELOPMENT	Upgrading of Marloth park Water treatment Plant 6ML/day			32 500	Renewal
INFRASTRUCTURE DEVELOPMENT	Upgrading of Komatipoort Water Treatment works 6ML/day			32 500	Renewal
INFRASTRUCTURE DEVELOPMENT	ANIVA BULK WATER SUPPLY(2ML GR &0,3ML TOWER) 6KM		15 000		New
INFRASTRUCTURE DEVELOPMENT	MANGWENIBULK WATER SUPPLY UPGRADE (REPLACEMENT)		13 000		Renewal
INFRASTRUCTURE DEVELOPMENT	BLOCK B WATER RETICULATION (NKANINI) (15KM)		10 000		New
INFRASTRUCTURE DEVELOPMENT	langeloop Water Reticulation:Bhekisisa+Sbokeng (15KM)		10 000		New
INFRASTRUCTURE DEVELOPMENT	Workshop tools	95	95	95	New
INFRASTRUCTURE DEVELOPMENT	High pressure cleaners machine	90	90	90	New
INFRASTRUCTURE DEVELOPMENT	Dunusa mainline	800	800	800	New
INFRASTRUCTURE DEVELOPMENT	Eskom Bulk supply Upgrades in Nkomazi	2 000	2 000	2 000	Renewal
INFRASTRUCTURE DEVELOPMENT	Marloth Park Electrification	1 500	1 500	1 500	New
INFRASTRUCTURE DEVELOPMENT	New/upgrade substations in Nkomazi	1 500	1 500	1 500	Renewal
INFRASTRUCTURE DEVELOPMENT	Installation of Ht Ring Supplies in Nkomazi	1 000	1 000	1 000	Renewal
INFRASTRUCTURE DEVELOPMENT	Demand Side Management Project	200	200	200	Renewal
INFRASTRUCTURE DEVELOPMENT	DME ELECTRIFICATION PROJECTS	19 675	10 000	13 000	New
Parent Capital expenditure		220 001	245 876	359 700	

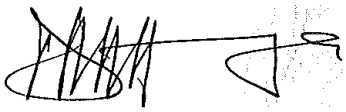
LIST OF PROPOSED CAPITAL PROJECTS:

DEPARTMENT	SECTION	DETAILS	SOURCE OF FUNDING	2013/2014 BUDGET	2014/2015 BUDGET	2015/2016 BUDGET
BUDGET & TREASURY	FINANCE	Reception chairs (2xsteel 5seater)	Revenue	12 000		
BUDGET & TREASURY	FINANCE	4X Laptops	Revenue	60 000		
BUDGET & TREASURY	FINANCE MANAGEMENT GRANT	Furniture & equipment	FMG	100 000	71 700	39 172
CORPORATE SERVICES	CORPORATE SERVICES	Desktop computer X 2	Revenue	10 000		
CORPORATE SERVICES	CORPORATE SERVICES	Bus- for the municipality	Revenue			400 000
CORPORATE SERVICES	CORPORATE SERVICES	Furniture - Typist	Revenue			20 000
CORPORATE SERVICES	CORPORATE SERVICES	Office Furniture - PMS Coordinator,	Revenue			40 000
CORPORATE SERVICES	CORPORATE SERVICES	Laptop X 2	Revenue			30 000
CORPORATE SERVICES	CORPORATE SERVICES:IT	upgrade of server and sophos antivirus software	Revenue	2 000 000		
CORPORATE SERVICES	CORPORATE SERVICES	Air conditioner x2	Revenue	10 000		
COMMUNITY SERVICES	SOCIO ECONOMIC DEVELOPMENT	Jeppes Reef Community Hall	MIG	5 000 000		
PLANNING & DEVELOPMENT	LED	5X Desktop computers	Revenue	50 000		
COMMUNITY SERVICES	CEMENTRIES	Fencing:Naas	Revenue	200 000		
COMMUNITY SERVICES	CEMENTRIES	3ton truck	Revenue			400 000
COMMUNITY SERVICES	FIRE PROTECION SERVICE	4x mini truck fire engines	Revenue			2 000 000
COMMUNITY SERVICES	SOCIO ECONOMIC DEVELOPMENT	Block B community hall (500 people)	MIG			8 000 000
COMMUNITY SERVICES	SOLID WASTE	Transfer station, Marlothpark	Revenue	1 000 000		
COMMUNITY SERVICES	VEHICLE LICENSING AND TESTING	Paving phase two	Revenue	100 000		
COMMUNITY SERVICES	SOLID WASTE	nkomazi landfill site and feasibility study	MIG		1 000 000	12 719 849
INFRASTRUCTURE DEVELOPMENT	SEWERAGE	Old villages sanitation projects	MIG	7 500 000	9 000 000	10 000 000
INFRASTRUCTURE DEVELOPMENT	SEWERAGE	New villages sanitation projects	MIG	7 500 000	9 000 000	10 000 000
INFRASTRUCTURE DEVELOPMENT	ROADS	Eastgate(Kamhlushwa) bus route phase 2 (5 KM)	MIG	9 000 000		
INFRASTRUCTURE DEVELOPMENT	ROADS	15 x Liquid fire extinguishers	Revenue	40 000		60 000
INFRASTRUCTURE DEVELOPMENT	ROADS	Workshop Tools	Revenue			90 000
INFRASTRUCTURE DEVELOPMENT	ROADS	M B to Tax Rank Bus Route (KaMhlushwa) (3KM)	MIG	8 000 000		
INFRASTRUCTURE DEVELOPMENT	ROADS	Driekoppies bus route (8KM)	MIG	15 892 164	17 337 880	2 662 120
INFRASTRUCTURE DEVELOPMENT	ROADS	Mafambisa bus route(6KM)	MIG	18 233 070	10 000 000	
INFRASTRUCTURE DEVELOPMENT	ROADS	Block C bus route (Phakama 5km)	MIG			21 235 000
INFRASTRUCTURE DEVELOPMENT	ROADS	Mangweni bus route(6km)	MIG			25 356 900
INFRASTRUCTURE DEVELOPMENT	ROADS	Tonga Bus route (4km)	MIG			16 000 000
INFRASTRUCTURE DEVELOPMENT	ROADS	Orlando bus route(2km)	MIG			7 700 832
INFRASTRUCTURE DEVELOPMENT	ROADS	Boschfontein bus route(6KM)	MIG		14 411 740	
INFRASTRUCTURE DEVELOPMENT	ROADS	Orlando/Komatipoort bus route	MIG			
INFRASTRUCTURE DEVELOPMENT	ROADS	Middelplaas roads (6km)	MIG		13 972 117	
INFRASTRUCTURE DEVELOPMENT	ROADS	Mbuzini bus route (4km)	MIG		17 319 800	

DEPARTMENT	SECTION	DETAILS	SOURCE OF FUNDING	2013/2014 BUDGET	2014/2015 BUDGET	2015/2016 BUDGET
INFRASTRUCTURE DEVELOPMENT	WATER SUPPLY	Masibekela Water Treatment Works Phase 2 (7ml)	MIG	37 757 833		
INFRASTRUCTURE DEVELOPMENT	WATER SUPPLY	Mzinti bulk water supply upgrade (4KM)	MIG	10 000 000		
INFRASTRUCTURE DEVELOPMENT	WATER SUPPLY	Shongwe Hospital bulk water supply upgrade (Replacement of AC pipe) (6KM)	MIG	8 656 096		
INFRASTRUCTURE DEVELOPMENT	WATER SUPPLY	Upgrading of Masibekela bulk pipeline(replacement of Ac pipe) (10 KM)	MIG	16 000 000		
INFRASTRUCTURE DEVELOPMENT	WATER SUPPLY	Driekoppies Water treatment works (25ML)	MIG		15 577 883	
INFRASTRUCTURE DEVELOPMENT	WATER SUPPLY	Mjeane Trust bulk supply(water treatment plant+steel reservoir +Reticulation network) 5ML &6KM	MIG		18 000 000	
INFRASTRUCTURE DEVELOPMENT	WATER SUPPLY	Tonga D elevated tank + water Reticulation	MIG		5 000 000	
INFRASTRUCTURE DEVELOPMENT	WATER SUPPLY	Mbuzini Water Reticulation	MIG	4 500 000		
INFRASTRUCTURE DEVELOPMENT	WATER SUPPLY	UPGRADING OF MBUZINI WTW 6ML/DAY	MIG	9 324 154		
INFRASTRUCTURE DEVELOPMENT	WATER SUPPLY	HOYI RETICULATION (7,5) KM	MIG	5 000 000		
INFRASTRUCTURE DEVELOPMENT	WATER SUPPLY	PHOSAVILLE BULK WATER SUPPLY UPGRADE (2MG GROUND RESERVOIR & 0.3 ML ELEVATED TANK	MIG	10 000 000		
INFRASTRUCTURE DEVELOPMENT	WATER SUPPLY	Tonga Old Police Station bulk water supply (5km 315mm UPVC bulk line,3ML ground reservoir, 0.3 ML elevated tank, pump house and 13 km water reticulation	MIG			15 000 000
INFRASTRUCTURE DEVELOPMENT	WATER SUPPLY	Mangweni bulk water supply (6km of 315mm UPVC bulk line,3ML ground reservoir,0.3 ML elevated tank, pump house and water reticulation	MIG			20 545 600
INFRASTRUCTURE DEVELOPMENT	WATER SUPPLY	Mananga bulk water supply(0.24 ML elevated tank, pump house and water reticulation	MIG			5 000 000
INFRASTRUCTURE DEVELOPMENT	WATER SUPPLY	Dludluma bulk water supply (1km of 315 mm UPVC bulk line and 3 ML ground reservoir	MIG			13 500 000
INFRASTRUCTURE DEVELOPMENT	WATER SUPPLY	Louville water treatment plant (6 ML)	MIG			25 389 780
INFRASTRUCTURE DEVELOPMENT	WATER SUPPLY	Mandulo bulk water supply (3km of 315 mm UPVC bulk line)	MIG			17 900 000
INFRASTRUCTURE DEVELOPMENT	WATER SUPPLY	Nhlavaville Water Reticulation (8 km)	MIG			4 500 000
INFRASTRUCTURE DEVELOPMENT	WATER SUPPLY	Phakama (Block C) water reticulation (17 km)	MIG			7 200 000
INFRASTRUCTURE DEVELOPMENT	WATER SUPPLY	Upgrading of Nyathi raw water	MIG			
INFRASTRUCTURE DEVELOPMENT	WATER SUPPLY	MASIBEKELA BULK WATER SUPPLY(3ML GR &0,3ML TOWER)	MIG		13 500 000	
INFRASTRUCTURE DEVELOPMENT	WATER SUPPLY	STEENBOK BULK WATER SUPPLY(2ML GR &0,3ML TOWER)	MIG		13 500 000	
INFRASTRUCTURE DEVELOPMENT	WATER SUPPLY	Upgrading of Malelane Water Treatment Works 6ML/day + concrete reservoir and 4km Bulk Line (315mm)	MWIG	17 196 000	23 000 000	10 000 000
INFRASTRUCTURE DEVELOPMENT	WATER SUPPLY	Upgrading of Hectorspruit Water Treatment Works + Raw water abstraction 6ML/day	MWIG			38 726 000
INFRASTRUCTURE DEVELOPMENT	WATER SUPPLY	Upgrading of Marloth park Water treatment Plant 6ML/day	MWIG			32 500 000
INFRASTRUCTURE DEVELOPMENT	WATER SUPPLY	Upgrading of Komatipoort Water Treatment works 6ML/day	MWIG			32 500 000
INFRASTRUCTURE DEVELOPMENT	WATER SUPPLY	ANIVA BULK WATER SUPPLY(2ML GR &0,3ML TOWER) 6KM	MIG		15 000 000	
INFRASTRUCTURE DEVELOPMENT	WATER SUPPLY	MANGWENI BULK WATER SUPPLY UPGRADE (REPLACEMENT)	MIG		13 000 000	
INFRASTRUCTURE DEVELOPMENT	WATER SUPPLY	BLOCK B WATER RETICULATION (NKANINI) (15)(KM)	MIG		10 000 000	
INFRASTRUCTURE DEVELOPMENT	WATER SUPPLY	langeloop Water Reticulation:Bhekisisa+Sbokeng (15KM)	MIG		10 000 000	
INFRASTRUCTURE DEVELOPMENT	WATER SUPPLY	Workshop tools	Revenue	95 000	95 000	95 000
INFRASTRUCTURE DEVELOPMENT	WATER SUPPLY	High pressure cleaners machine	Revenue	90 000	90 000	90 000
INFRASTRUCTURE DEVELOPMENT	WATER SUPPLY	Dunusa mainline	Revenue	800 000	800 000	800 000
INFRASTRUCTURE DEVELOPMENT	ELECTRICITY	Eskom Bulk supply Upgrades in Nkomazi	Revenue	2 000 000	2 000 000	2 000 000
INFRASTRUCTURE DEVELOPMENT	ELECTRICITY	Marloth Park Electrification	Revenue	1 500 000	1 500 000	1 500 000
INFRASTRUCTURE DEVELOPMENT	ELECTRICITY	New/upgrade substations in Nkomazi	Revenue	1 500 000	1 500 000	1 500 000
INFRASTRUCTURE DEVELOPMENT	ELECTRICITY	Installation of Ht Ring Supplies in Nkomazi	Revenue	1 000 000	1 000 000	1 000 000
INFRASTRUCTURE DEVELOPMENT	ELECTRICITY	Demand Side Management Project	Revenue	200 000	200 000	200 000
INFRASTRUCTURE DEVELOPMENT	ELECTRICITY	DME ELECTRIFICATION PROJECTS	INEG	19 675 000	10 000 000	13 000 000

2.5 Municipal manager's quality certificate

I Muzi Daniel Ngwenya municipal manager of Nkomazi Municipality, hereby certify that the annual budget and supporting documentation have been prepared in accordance with the Municipal Finance Management Act and the regulations made under the Act, and that the annual budget and supporting documents are consistent with the Integrated Development Plan of the municipality.



M.D. NGWENYA
MUNICIPAL MANAGER
NKOMAZI LOCAL MUNICIPALITY – MP324

28 March 2013
DATE